

ASX/Media Release

8 March 2018

EGANSTREET SECURES \$11.9m IN FUNDING TO UNDERPIN DEVELOPMENT OF THE HIGH-GRADE ROTHSAY GOLD PROJECT

Options exercised to date and firm commitments to exercise totaling \$5m plus underwriting in place for a further \$6.9m of option exercise, putting EganStreet in a strong position to fast-track plans at the Rothsay Gold Project

HIGHLIGHTS

- > Underwriting agreement executed for the exercise of 27.5 million listed EGAO options, securing \$6.9m in funding.
- > This follows the \$2.7m in funds already received from the conversion of 10.8m options as of 5 March, plus firm commitments to convert a further 9.1m options for \$2.3m.
- > The strong early conversion of options by major shareholders, together with the high level of demand for the option underwriting, reflects strong investor support for the Company's exploration and development strategy.
- > In-fill and extensional diamond drilling is continuing on Woodley's East and Woodley's Shears, with more assay results expected in the coming weeks.
- > Updated Mineral Resource Estimate and Definitive Feasibility Study on track for delivery in Q2, 2018.

Egan Street Resources Limited (ASX: EGA) (**EganStreet** or the **Company**) is pleased to announce that it has secured total funding of \$11.9 million through the exercise and underwriting of the Company's listed options (ASX: EGAO), both from existing shareholders and through an oversubscribed underwriting agreement.

The funds enable the Company to maintain its exploration and development momentum at the Rothsay Gold Project in Western Australia, where it is on track to deliver an updated Mineral Resource estimate and a Definitive Feasibility Study next quarter.

EganStreet has entered into an underwriting agreement to underwrite the Company's listed options (ASX: EGAO) up to a value of \$6.89 million. In conjunction with the execution of firm commitment agreements with existing option-holders and the early exercise of options this amounts to total funding of \$11.9 million.

The listed options were issued on a 3-for-2 basis as part of the Company's \$6 million Initial Public Offering (at 20cps) in September 2016. The listed options expire on 13 March 2018.

Patersons Securities Limited ("Patersons") and Taylor Collison Limited ("Taylor Collison") acted as Joint Lead Managers and Joint Underwriters (together the "Underwriters"). The Underwriters were heavily oversubscribed, with demand for the underwriting substantially in excess of the EGAO options on issue. The Company is very pleased with the strong levels of interest shown by both new institutional and sophisticated investors and existing shareholders.

Managing Director, Marc Ducler, commented:

“This is a fantastic result for EganStreet which ensures that we are now fully-funded through to a decision to mine at Rothsay, putting us firmly on track to join the ranks of Australian gold producers next year.

“The strong response from investors is testament to the excellent fundamentals of the Rothsay Gold Project – which is emerging as a significant high-grade Australian gold project slated for development over the coming 12 months.

“We are delighted to welcome a number of new institutional and high-net worth investors to our register and would also like to record our sincere thanks to a number of existing shareholders, including Lion Selection Group, for their strong support of the Company through the early conversion of their listed options.

“This further de-risks the Project and puts the Company in a strong position. With ongoing news-flow anticipated over the coming months – including a resource update and DFS due next quarter, EganStreet is well placed to make the transition from gold explorer to developer in the very near future.”

For more information, please contact:

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OPTIONHOLDERS – FURTHER INFORMATION

The EGAO options expire at 5.00pm (WST) on 13 March 2018 and optionholders are advised to contact the Company’s share registry for further information if required from 8:30am to 5:00pm (Eastern Standard Time) Monday to Friday:

Computershare Investor Services Pty Limited

1300 850 505 (within Australia) or

+61 3 9415 4000 (outside Australia)

OPTION UNDERWRITING – FURTHER INFORMATION

The underwriting agreement is conditional upon all representations and warranties made by the Company in the agreement (which are standard in nature), being accurate as at the shortfall notification date (expected to be 20 March 2018) and the shortfall subscription date (expected to be 22 March 2018).

The Company will pay the Underwriters a fee equal to 6.0% of the total Underwritten Amount. The underwriting agreement contains standard termination provisions for an agreement of this nature, including (among other things) if there is a breach of the underwriting agreement.