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Market Announcements Platform
ASX Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

ZEUS SIGNED FARM-IN AND JOINT VENTURE AGREEMENT WITH SEGUE FOR MORTIMER HILLS PROJECT

Zeus Resources Limited (**Zeus** or the **Company**) is pleased to announce that it has entered into a farm-in joint venture (Mortimer Hills JV) with Segue Resources Limited (ASX: SEG) (**Segue**). The Mortimer Hills JV covers the granted exploration licence E09/1618 (Figure 1).

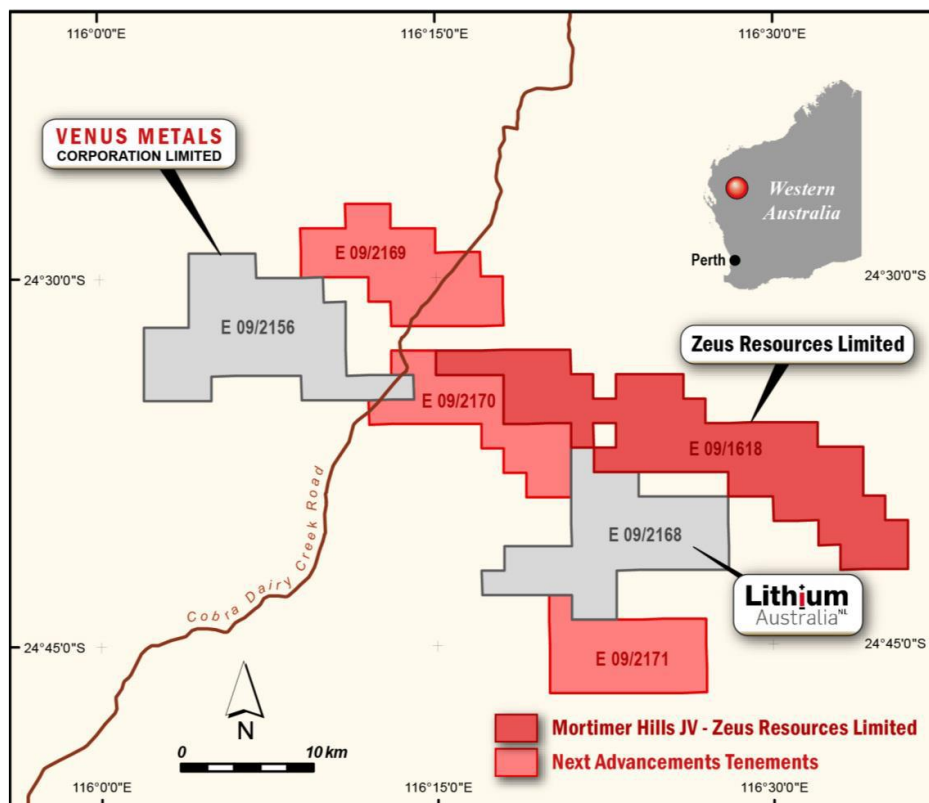


Figure 1: Tenement location map

Segue will immediately undertake a maiden exploration programme at the Mortimer Hills JV, in conjunction with the existing exploration work being undertaken at Segue's other tenements in the Gascoyne region.

The field work and surface sampling will seek to identify pegmatites which are more fractionated and have the potential to host tantalum-lithium deposits. The map below (Figure 2) shows biotite-muscovite bearing granitic intrusions which are potentially the source rock for LCT (Lithium-Caesium-Tantalum) rare-earth pegmatites.

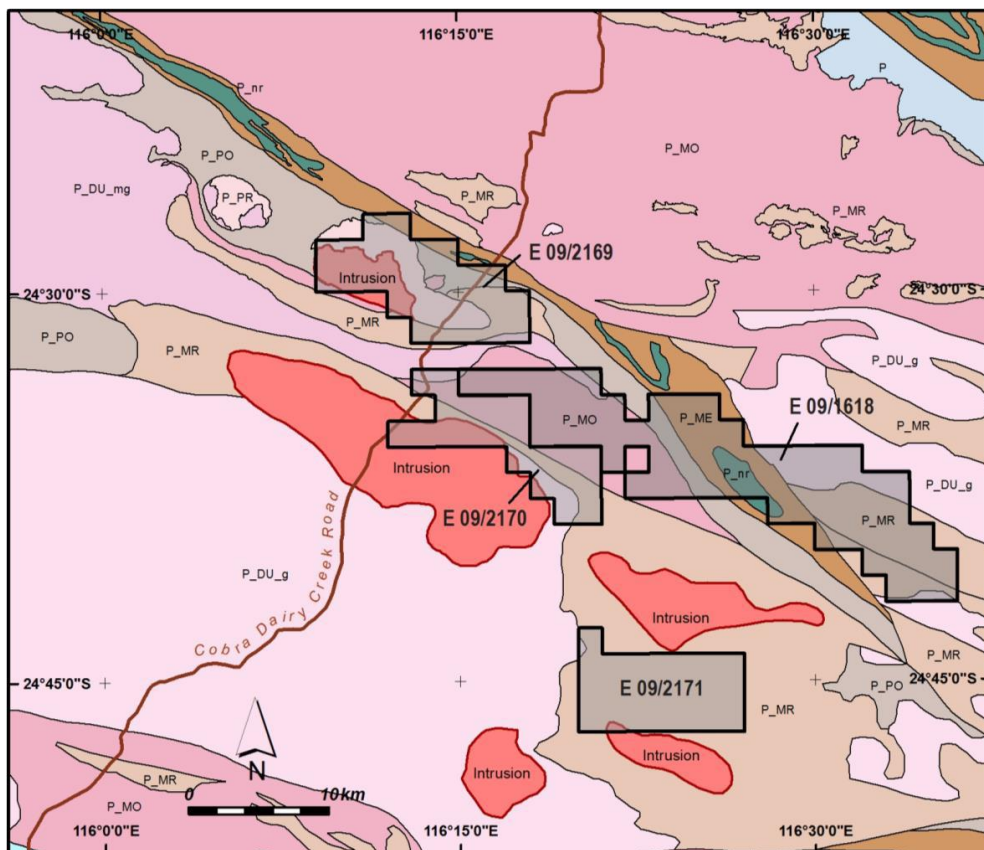


Figure 2: Simplified geological map showing biotite-muscovite intrusions

The key terms of the Mortimer Hills JV are:

- Segue to spend \$30,000 on exploration prior to 15 May 2016 (**Initial Exploration**);
- Following completion of the Initial Exploration, Segue can earn a 35% interest in the Joint Venture through the expenditure of \$125,000 within 12 months (**Stage 1 Farm-in**);
- Following completion of the Stage 1 Farm-in, Segue can earn an additional 15% interest in the Joint Venture (taking Segue's interest to 50%) through the expenditure of \$125,000 within 12 months (**Stage 2 Farm-in**);
- Following completion of the Stage 2 Farm-in, standard joint venture terms apply, including contributions in proportion to equity holdings, dilution and pre-emptive rights; and
- If either Zeus or Segue's joint venture interest dilutes to less than 10% then that party's interest will convert to a 1% NSR royalty.

Commenting on the Mortimer Hills JV, Zeus's Acting CEO, Mr Jiangang Zhao, said:

The Mortimer Hills project is with potential for several minerals including lithium. The cooperation with Segue will benefit both parties for exploring in this emerging lithium province of Western Australia. Under this JV, Segue will sole fund this project for the first two years, and nearly all money will be spent on exploration. Zeus will be able to focus on other current tenements and new projects generation.

For further information visit www.zeusresources.com or contact:

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