Emang Manganese Project
A New Development Opportunity in South Africa

Segue Resources Ltd
July 2011
Disclaimer

- This presentation has been prepared by Segue Resources Limited (Segue or the Company). It contains general information about the Company's activities current as at the date of the presentation. The information is provided in summary form and does not purport to be complete. This presentation is not to be distributed (nor taken to have been distributed) to any persons in any jurisdictions to whom an offer or solicitation to buy shares in the Company would be unlawful. Any recipient of the presentation should observe any such restrictions on the distribution of this presentation and warrants to the Company that the receipt of the presentation is not unlawful. It should not be considered as an offer or invitation to subscribe for or purchase any securities in the Company or as an inducement to make an offer or invitation with respect to those securities. No agreement to subscribe for securities in the Company will be entered into on the basis of this presentation or any information, opinions or conclusions expressed in the course of this presentation.
- This presentation is not a prospectus, product disclosure document or other offering document under Australian law or under any other law. It has been prepared for information purposes only. This presentation contains general summary information and does not take into account the investment objectives, financial situation and particular needs of any individual investor. It is not financial product advice and investors should obtain their own independent advice from qualified financial advisors having regard to their objectives, financial situation and needs. Segue nor any of their related bodies corporate is licensed to provide financial product advice.
- This presentation and information, opinions or conclusions expressed in the course of this presentation contains forecasts and forward looking information. Such forecasts, projections and information are not a guarantee of future performance, involve unknown risks and uncertainties. Actual results and developments will almost certainly differ materially from those expressed or implied.
- There are a number of risks, both specific to Segue, and of a general nature which may affect the future operating and financial performance of Segue, and the value of an investment in Segue including and not limited to title risk, renewal risk, economic conditions, stock market fluctuations, manganese demand and price movements, timing of access to infrastructure, timing of environmental approvals, regulatory risks, operational risks, reliance on key personnel, reserve estimations, native title risks, foreign currency fluctuations, and mining development, construction and commissioning risk.
- You should not act or refrain from acting in reliance on this presentation, or any information, opinions or conclusions expressed in the course of this presentation. This presentation does not purport to be all inclusive or to contain all information which its recipients may require in order to make an informed assessment of the prospects of Segue. You should conduct your own investigation and perform your own analysis in order to satisfy yourself as to the accuracy and completeness of the information, statements and opinions contained in this presentation before making any investment decision. Recipients of this presentation must undertake their own due diligence and make their own assumptions in respect of the information contained in this presentation and should obtain independent professional advice before any decision based on the information. No representation or warranty, express or implied, is made in relation to the fairness, accuracy or completeness of the information, opinions and conclusions expressed in the course of this presentation. To the maximum extent permitted by law, no representation, warranty or undertaking, express or implied, is made and to the maximum extent permitted by law, no responsibility or liability is accepted by the Company or any of its officers, employees, agents or consultant or any other person as to the adequacy, accuracy, completeness or reasonableness of the information in this presentation. To the maximum extent permitted by law, no responsibility for any errors or omissions from this presentation whether arising out of negligence or otherwise is accepted. An investment in the shares of the Company is to be considered highly speculative.
- The exploration targets or conceptual exploration targets in this presentation or expressed during the course of this presentation are subject to completion of the necessary feasibility studies, permitting and execution of all necessary infrastructure agreements. In relation to any statements pertaining to future exploration targets or conceptual exploration targets, the nature of the exploration target means that the potential quantity and grade is conceptual in nature, that there has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.
- This presentation and information, opinions or conclusions expressed in the course of this presentation should be read in conjunction with Segue's other periodic and continuous disclosure announcements lodged with the ASX, which are available on the Segue website.
- Some statements in this presentation regarding future events are forward-looking statements. They involve risk and uncertainties that could cause actual results to differ from estimated results. Forward-looking statements include, but are not limited to, statements concerning the Company's exploration programme, outlook and target sizes. They include statements preceded by words such as "potential", "target", "scheduled", "planned", "estimate", "possible", "future", "prospective" and similar expressions.

Competent Person Statement

- The information in this presentation that relates to Exploration Results and Exploration Targets is based on information compiled by Mr Andy Clay, a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Clay is a full-time employee of Venmyn Rand (Pty) Limited. Mr Clay has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Clay consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.
ASX stock code: SEG
Share price: A$0.041¹
Shares on issue: 294.4m²
Options on issue: 10.4m (A$0.08, 30/11/11)
Market capitalisation: A$12.1m

SHAREHOLDER ANALYSIS

- Board & Management: 18%
- Institutions: 2%
- Overseas investors: 7%
- Australian investors: 73%

Source: Advanced Share Registry

1. As at 15 July 2011
2. Following completion of Tranche 1 Placement of 38,000,000 shares

Source: Iress
Segue has agreed to acquire up to 51% of the Emang Manganese Project in the Postmasburg Manganese Field (PMF) in South Africa.

- Exploration target of 45 – 60Mt with a grade of 28 – 44% manganese (Mn) which may be amenable to open pit mining.
- Manganese ore was mined in the PMF until the 1980’s and several new mining and exploration projects have recently commenced.
- Close proximity to infrastructure including rail, water, roads and power.
- Segue is partnering with Emang Mmogo Mining Resources, an experienced Black Economic Empowerment group.
- Acquisition consideration includes exploration expenditure of ZAR14m (A$1.94m) and completion of a Bankable Feasibility Study for up to ZAR21m (A$2.90m).

1. The potential quantity and grade of the above Exploration Target is conceptual in nature and there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.
2. Based on an exchange rate of A$1=ZAR7.2328 (5 July 2011)
Emang Manganese Project is located in the PMF in the Northern Cape Province of South Africa.

Northern Cape Province contains the bulk of South Africa’s manganese reserves and produces ~20% of global manganese ore.

PMF was discovered in 1922 and was mined by Assmang from 1960 until the 1980’s.

Production ceased due to Assmang moving to the higher grade Kalahari Manganese Field (+44% Mn).

Increased demand for medium grade manganese ore (34 – 44% Mn) has lead to a revival of the PMF.
EMANG MANGANESE PROJECT

- Project area covers 1,668ha on the western limb of the PMF between Sishen and Postmasburg
- Mineralisation is exposed over a significant portion of the project area in an elevated ridge
- Previous drilling, surface mapping and bulk sampling has identified an exploration target of 45 – 60Mt with a grade of 28 – 44% Mn
- Emang Mmogo Mining drilled 13 boreholes with ore-grade Mn intersected in 10 holes
- Mineralisation outcrops with most holes intersecting Mn within the first few metres
- Average intersection was 8.3m at 35.1% Mn

1. The potential quantity and grade of the above Exploration Target is conceptual in nature and there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource
2. The range of drill hole results was 26.2-41.8% Mn
BEE PARTNER – EMANG MMOGO MINING

- Emang Mmogo Mining is Segue’s Black Economic Empowerment (BEE) partner
- Represents Historically Disadvantaged South Africans
- Mrs Virginia Mongwaketse (Chairperson of Emang Mmogo Mining) is from the Northern Cape Province and brings valuable political experience and knowledge of the PMF
- Emang Mmogo Mining will enhance the project and assist in exceeding project milestones and timelines
- Emang Mmogo Mining is responsible for the joint venture company meeting all BEE and Broad Based BEE requirements
• Segue will acquire a 30% interest in the project by:
  – Payment of R7m (~A$0.97m) on completion of due diligence
  – Completing an Initial Drilling Programme of R14m (~A$1.94m)
  – Payment of R7m (~A$0.97m) on completion of Initial Drilling Programme
  – Payment of R7m (~A$0.97m) if a JORC measured & indicated resource of 10Mt at 34% Mn

• Segue will acquire an additional 21% in the project by:
  – Completing a Bankable Feasibility Study with minimum expenditure of R21m (~A$2.90m)

• Segue will hold three of five seats on the Board of the joint venture company

• A royalty of A$0.75/t is payable on measured & indicated resources up to 25Mt
• Initial Drilling Programme to earn a 30% interest in the Project at a cost of ZAR7m (A$0.97m)

• Exploration Committee comprises members from Segue, Emang Mmogo Mining and Venmyn Rand

• Phase 1 - Geological mapping and sampling
  – 450ha will be mapped and outcrop sampled
  – Full survey on historical mining plan

• Phase 2 – Detailed drilling
  – 85 drill holes on a broad spacing to understand geometry and outline of mineralisation
  – Infill drilling of ~1,200 holes to increase confidence in geological model and target areas for bulk sampling
• Emang is located close to essential infrastructure including rail, water, power and roads

• A rail siding located 2km to the east of the project connects to the main Mn haulage lines
  – Port Elizabeth (5.5Mtpa)
  – Durban (1Mtpa)

• Water is available from the Vaal Gamagara pipeline which services Sishen and Postmasburg

• Grid power is available adjacent to the property
  – Emang has the potential to be a shallow open pit mine with low power requirements
MANGANESE MARKET OVERVIEW

- Around 85-90% of manganese ore is used as an alloying element in the production of steel.
- Average manganese content in steel is approx. 7.5kg per tonne of steel (0.75%).
- Manganese demand is highly correlated to steel demand but with only a small cost impact.
- Production of manganese ore is highly concentrated amongst 6 countries.
- South Africa is the world’s largest producer of high grade (>44% Mn) manganese ore.
- China is the largest producer of manganese ore but at a much lower grade (~22% Mn).
Segue is raising up to $3.53m through a Rights Issue and Placement

- Rights issue is 3 for 10 at $0.02 per share to raise up to $1.77m
  - Rights issue closes 17 August 2011

- Placement of 38m (15%) shares at $0.02 to raise $0.76m completed

- Placement of 50m shares at $0.02 to raise $1.00m awaiting shareholder approval
  - Shareholder meeting 15 August 2011

Proceeds of the capital raising will be used to fund:

- Initial payment to Emang Mmogo Mining of ZAR7m (A$0.97m)
- Initial Drilling Programme of ZAR14m (A$1.94m)
- Repay short term debt facility of A$0.5m
PRO-FORMA CAPITAL STRUCTURE

- Following the capital raising, Segue will have 440.2m shares on issue and a market capitalisation of around A$20m

- Segue will have approximately A$3.75m cash at bank and will be full funded through the Initial Drilling Programme

<table>
<thead>
<tr>
<th>Capital Structure</th>
<th>Number of shares</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current shares on issue&lt;sup&gt;1&lt;/sup&gt;</td>
<td>256,422,120</td>
</tr>
<tr>
<td>Tranche 1 Placement</td>
<td>38,000,000</td>
</tr>
<tr>
<td>Rights Offer&lt;sup&gt;2&lt;/sup&gt;</td>
<td>88,326,636</td>
</tr>
<tr>
<td>Tranche 2 Placement&lt;sup&gt;3&lt;/sup&gt;</td>
<td>57,500,000</td>
</tr>
<tr>
<td>Shares post capital raising</td>
<td><strong>440,248,756</strong></td>
</tr>
</tbody>
</table>

1. As at 8 July 2011
2. Maximum shares to be issued under Rights Offer
3. Includes 7.5m shares to be issued to Breamline Limited at nil consideration
BOARD OF DIRECTORS

Steven Michael – Managing Director
- 15 years of investment banking and mining research experience with RBC Capital Markets, Macquarie Bank and NM Rothschild & Sons
- Significant experience in debt and equity financing of mining projects across the global resources sector
- Holds a B.Com in Accounting and is a member of the Institute of Chartered Accountants

Ian Benning – Executive Director
- 16 years of investment banking experience, dealing with project origination, technical and financial evaluation and project financing
- Head of Investment banking – Mining & Metals for ABSA Capital
- Holds a BSc in Mining Engineering and a MBA from Brunel University, London

Dr Eric Lilford – Non-Executive Director
- 12 years of investment banking and commodities research experience including corporate finance and project finance
- Significant operational experience including large underground gold, platinum, copper and coal mines
- Currently Managing Director of ZYL Limited, which is developing the Kangwane Anthracite Project in South Africa

Nicholas Ong – Non-Executive Director
- Seven years experience in listing rules compliance and corporate governance as principal Adviser at the Australian Securities Exchange (ASX)
- Previously an active member of the ASX JORC Group and has overseen the admission of over 100 companies on the ASX
- Member of Chartered Secretary Australia and has an MBA from the University of Western Australia
PROJECT HIGHLIGHTS

• Segue has secured a large landholding in the Postmasburg Manganese Field

• Potential to discover a significant quantity of export quality manganese

• Drilling indicates mineralisation is shallow and likely to be suited to open pit mining

• Export infrastructure is nearby and there are multiple port options

• Capital raising being undertaken to provide funds for initial vendor payment and exploration programme

• Experienced management team in Australia and South Africa
Segue Resources Ltd

ASX Code: SEG

Level 8, 225 St Georges Tce
Perth  WA  6000

Phone: (08) 9486 4699
Email: admin@segueresources.com
Website: www.segueresources.com