

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

SEGUE RESOURCES LTD

ABN

49 112 609 846

Quarter ended ("current quarter")

30 JUNE 2007

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) administration	(124)	(605)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	9	57
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(115)	(548)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	(111)	(331)
(b) equity investments	(100)	(702)
(c) other fixed assets	(632)	(1,710)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	742	1,006
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other – Advance from North River Resources plc for JV interest in Coronet Hill	-	251
Net investing cash flows	(101)	(1,486)
1.13 Total operating and investing cash flows (carried forward)	(216)	(2,034)

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1.13	Total operating and investing cash flows (brought forward)	(216)	(2,034)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	20
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	500
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	-	520
	Net increase (decrease) in cash held	(216)	(1,514)
1.20	Cash at beginning of quarter/year to date	798	2,096
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	582	582

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	31
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

N/A

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

During the December 2006 quarter, Segue Resources Ltd acquired 100% of the issued capital of Westralian Nickel Ltd for 6,000,000 ordinary fully paid shares, 6,000,000 options exercisable at \$2 on or before 31 August 2009 and \$300,000 for payment of trade creditors.

During the March 2007 quarter, Segue Resources Ltd entered into an agreement with McCleary Investments Pty Ltd to purchase the rights to a 50% interest in the mineral lease applications and mineral claim applications (subject to litigation) in respect of areas RO1292 and RO1103 ("Angela" and "Pamela") in the Northern Territory. The consideration for the transaction was \$220,000 in cash (for reimbursement of expenses incurred by McCleary Investments Pty Ltd) and 2,300,000 ordinary fully paid shares in the Company.

During the June 2007 quarter, Segue Resources Ltd issued convertible notes for \$500,000, which had a conversion price of 40 cents per share. Of this amount \$400,000 was converted to equity before the end of the quarter. The Company also issued 300,000 fully paid ordinary shares to creditors.

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

+ See chapter 19 for defined terms.

N/A

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	100

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	400
4.2 Development	-
Total	400

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	568	784
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details) – Term Deposit	14	14
Total: cash at end of quarter (item 1.22)	582	798

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	-	-	-
6.2	Interests in mining tenements acquired or increased	-	-	-

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Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

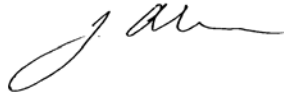
	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>	-	-		
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-		
7.3 +Ordinary securities	60,307,050	59,624,550		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	3,300,000	3,300,000		
7.5 +Convertible debt securities <i>(description)</i>	1 note repayable 31 December 2007	-	\$100,000 face value	\$100,000 face value
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	3,750,000 3,000,000	- -		
7.7 Options			<i>Exercise price</i>	<i>Expiry date</i>
Unlisted (1)	16,968,750	-	\$0.08	30 June 2010
Unlisted (2)	5,400,000	-	\$0.17	30 June 2010
Unlisted (3)	391,680	-	\$0.17	30 June 2008
Unlisted (4)	3,300,000	-	\$0.20	30 June 2010
Unlisted (5)	18,000,000	-	\$0.67	31 August 2009
Unlisted (6)	6,000,000	-	\$0.13	30 June 2010
Listed	3,264,000	3,264,000	\$0.33	30 June 2010
7.8 Issued during quarter Unlisted (4) Unlisted (6)	600,000 6,000,000	- -	\$0.20 \$0.13	30 June 2010 30 June 2010
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during quarter	-	-		

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7.11	Debentures <i>(totals only)</i>	-	-	
7.12	Unsecured notes <i>(totals only)</i>	-	-	

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 31 July 2007
(Company secretary)

Print name: John Arbuckle

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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