

ASX/Media Release

25 September 2017

ISSUE OF PLACEMENT SHARES

Egan Street Resources Limited (“EganStreet” or the “Company”) is pleased to announce that it has issued a total of 16,140,000 shares raising \$4,035,000 (before costs) pursuant to the placement announced on 15 September 2017 (“Placement”).

EganStreet provides the following information pursuant to Listing Rule 3.10.5A:

1. 6,457,000 shares have been issued pursuant to EganStreet’s Listing Rule 7.1A capacity (7.1A Placement). The shares issued pursuant to the 7.1A Placement represent 8% of the post Placement capital in the Company. Pre-Placement shareholders overall interests will therefore be diluted by 8% following the 7.1A Placement (however some existing shareholders have participated in the Placement so their particular interests may have increased or been diluted to a lesser extent).

The remainder of 9,683,000 shares in the Placement have been issued pursuant to EganStreet’s Listing Rule 7.1 capacity.

Further details of the approximate percentage of the issued capital post the Placement held by pre-placement registered holders are as follows:

	%
Shares held by Pre- Placement shareholders who did not participate in the ASX Listing Rule 7.1A component of the Placement	87.33
Shares held by pre- Placement shareholders who did participate in the ASX Listing Rule 7.1A component of the Placement	0.0
Shares held by new shareholders who participated in the ASX Listing Rule 7.1A component of the Placement	8.0
Shares held by new shareholders who participated in the ASX Listing Rule 7.1 component of the Placement but did not participate in the ASX Listing Rule 7.1A component of the Placement	4.67

EganStreet issued the Shares by way of the 7.1A Placement and not by way of a pro-rata offer as it considered that this was the most appropriate way of raising funds in the circumstances, providing certainty for the Company going forward.

2. The Placement was not underwritten. The Company will pay a fee of up to 6% to Taylor Collison on funds raised under the Placement. EganStreet has also incurred miscellaneous expenses including legal and listing fees in connection with the placement.

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For more information, please contact:

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ABOUT EGANSTREET RESOURCES

EganStreet is an emerging West Australian gold company which is focused on the exploration and development of the 100%-owned Rothsay Gold Project, located 300km north-east of Perth in WA's Midwest region.

The Rothsay Project currently hosts high-grade Mineral Resources of 262koz at an average grade of 11.6 g/t Au (Indicated 399kt @ 11.9g/t Au and Inferred 303kt @ 11.3g/t Au) and a production target (Pre-Feasibility Study published 16 May 2017) of 936kt @ 7.0 g/t for 200koz of gold produced.

The Company is focused on increasing the geological confidence of the Mineral Resource, expanding the known mineralisation and carrying out the necessary evaluation, modelling and feasibility studies to progress a potential near-term, low capital intensity opportunity to commence mine development and gold production operations.

A Definitive Feasibility Study is now targeted for completion in the 2nd quarter of 2018.

EganStreet has a strong Board and Management team which has the necessary range of technical and commercial skills to progress the Rothsay Gold Project to production.

The Company is funded to progress the Rothsay Gold Project to a decision to mine (technical and commercial studies completed, funding secured and key construction, mining and processing contracts in place).

EganStreet's longer term growth aspirations are based on a strategy of utilising the cash-flow generated by an initial mining operation at Rothsay to target extensions of the main deposit and explore the surrounding tenements, which include a 14km strike length of highly prospective and virtually unexplored stratigraphy.

APPENDIX 1 COMPETENT PERSON'S STATEMENT

The information in this announcement that relates to the Rothsay Mineral Resource is extracted from the announcement titled "27% Increase in High-Grade Indicated Resource at Rothsay" lodged on 14 March 2017 which is available to view at www.eganstreetresources.com.au / www.asx.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and that all material assumptions and technical parameters underpinning the Mineral Resource estimate continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

Information in relation to the Rothsay Project Pre-feasibility Study, including production targets and financial information, included in this report is extracted from an ASX Announcement dated 16 May 2017 (see ASX Announcement – 16 May 2017, "Rothsay PFS Confirms Potential New High-Grade Gold Project", www.eganstreetresources.com.au and www.asx.com.au). The Company confirms that all material assumptions underpinning the production target and financial information set out in the announcement released on 16 May 2017 continue to apply and have not materially changed.