

ASX ANNOUNCEMENT

4 January 2022



Scotland Update: Walkabout moves to 100% of JDH Exploration in Scotland

Walkabout Resources (ASX: WKT) (Company) is pleased to announce that it has acquired the remaining 25% ownership of JDH Exploration, which holds two Mines Royal Options with the Crown Estate Scotland covering 500 km² (the “Scotland Projects”) in Dumfries and Galloway, south-western Scotland.

HIGHLIGHTS

- Walkabout will have 100% ownership over 750km² of highly prospective exploration licences in southwest Scotland.
- The vendor retains no rights over the licence areas with no further milestone payments.
- Drilling at Blackcraig is progressing well with six holes completed with first assay results expected early in 2022.
- Regional project specific soil sampling programs completed with results expected in early 2022.

The Company has acquired the remaining 25% holding in JDH Exploration through the once-off payment of GBP100,000. Following the completion of the deal the vendor will hold no further interest in JDH and will forfeit all further milestone payments as previously reported after the 75% earn-in milestones were reached in March 2021 (see ASX announcement of 01 October 2018). The addition of the two JDH Exploration licences (Newton Stewart and St Johns Town of Dalry) to the 100% owned Gatehouse of Fleet licence will give the Company a commanding wholly-owned exploration footprint in the region of approximately 750km².

Walkabout Resources’ CEO, Andrew Cunningham commented, “The relatively early buy-out of the remaining 25% of JDH Exploration supports the Company’s view on the mineral prospectivity of the region. Complete ownership will give the Company much more flexibility and leverage to execute its strategy in the region.”

Scotland Projects

The JDH Project consists of two licences covering 500 km² of highly prospective ground located in southwest Scotland. These areas are known for their historic mining (lead-zinc-silver) but have not undergone any modern systematic mineral exploration since a regional program was conducted by the British Geological Survey (BGS) in the 1980’s when several anomalies were identified in addition to the numerous old mines and historical mineral shows in the region.

A review of historic data and reconnaissance exploration by WKT has identified several prospective areas for both precious and base metals, including two drill-ready projects, with the maiden drilling program currently underway at Blackcraig (See ASX announcement of 21 October 2021).

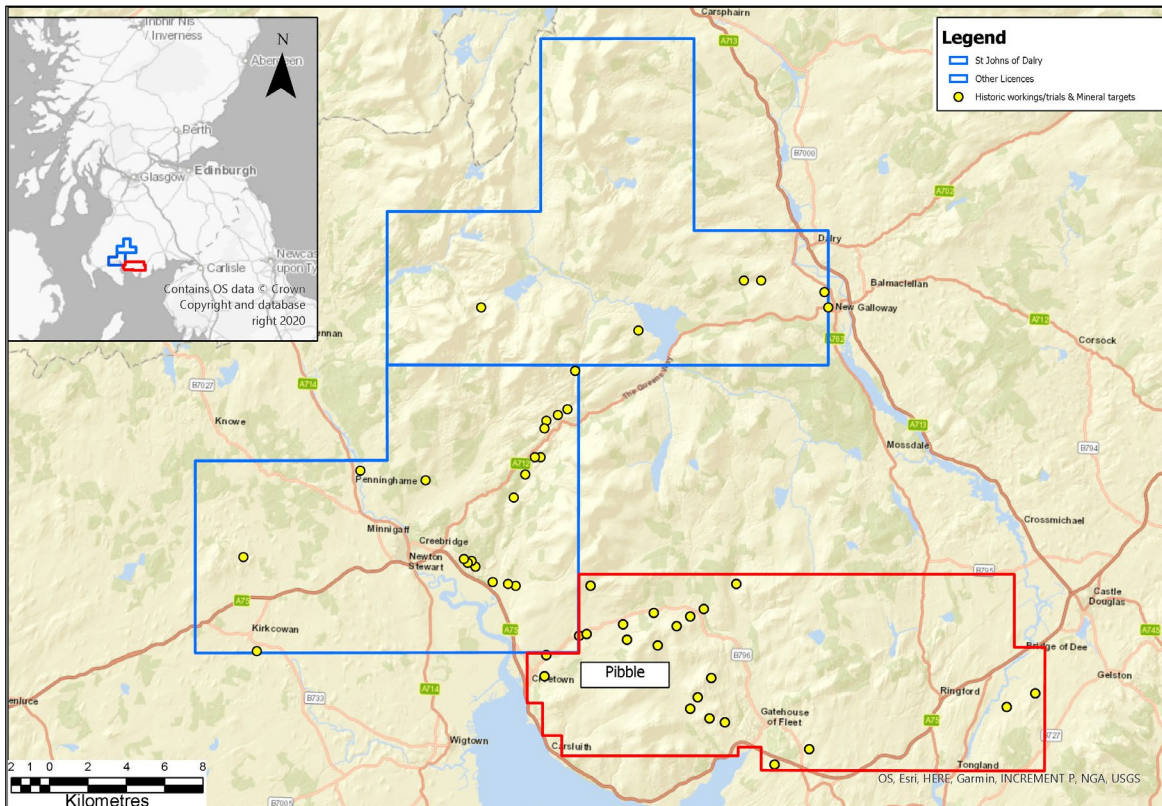


Figure 1: JDH Licences Newton Stewart and St Johns Town of Dalry (blue) and Gatehouse of Fleet licence (red). Yellow dots indicate known mineral occurrences and or historical workings/mines.

Blackcraig Lead-Zinc-Silver Project

Historic mining area dating back more than 250 years. Mineralisation occurs in two steeply dipping, sub-parallel veins with historical reports indicating that mineralisation is represented by stringers to massive sulphides up to 18 m wide over a strike extent of 4.5 km.

Prior to the current drilling program, recent exploration over the area includes geological mapping and rock chip sampling, supported by a ground geophysics (magnetic) survey and soil sampling. Rock-chip sampling (float) from spoil heaps around Blackcraig returned assay results of up to 30% Zn, 9.1% Pb, 7.4% Cu and 36.1 g/t Ag (See ASX announcement o 04 July 2020).

Glenhead Gold Project

Glenhead Gold Project was identified during the Mineral Reconnaissance Program of the British Geological Survey (BGS) in the 1980's. Limited, shallow drilling was undertaken by the BGS (Approximately 394 m of diamond drilling over 7 holes) primarily targeting outcropping auriferous veins with the best results recorded being approximately 1m @ 5.9 g/t Au, 1m @ 4.6 g/t Au and 4.5m @ 1.5 g/t Au.

Recent exploration over the area included detailed geological and structural mapping and rock-chip sampling and identified the main gold-bearing vein identified by the BGS which returned gold values of up to 12.8 g.t Au (See ASX announcement of 30 June 2020).

Current Work Programs

Following the commencement of the diamond drilling that started in October at the Blackcraig project, six holes have been completed and samples for the first five holes have been sent to the laboratory in the Republic of Ireland for assaying and the results are expected early 2022. Drilling is targeting potentially mineralised areas beneath the old underground mine as well as potential parallel structures to the main historical mining trend as identified through geological mapping and a close-spaced ground magnetics survey completed in 2020 (see ASX release of 4 June 2020 and 21 October 2021).



Figure 2: Drill rig in operation on hole 4.

The drilling operations are restricted to weekdays between 07:30 and 18:30 and the program is expected to continue into February 2022.

Regional soil sampling (250 by 250 m grid, total of 469 samples) was completed over several key areas along the Talnotry - Greymare's Tail trend where several historic Pb-Zn trial workings (Au-Ag-Pb-Zn targets) are known located along a regional scale structure, as well as a historic Ni working (Ni-PGE target). The soil sampling covers an area of approximately 24 km².

A detailed soil grid was undertaken on the Glenhead Gold project covering an area of approximately 0.7 km² (50 by 20 m grid, total of 653 samples) to expand the area covered by historic soil grid/ shallow drilling undertaken by the BGS in the 1980's. Sampling was recently completed and has been sent for analysis. with results expected early in 2022.

Results from these programs will be announced once the assay results are available and the interpretation has been completed.

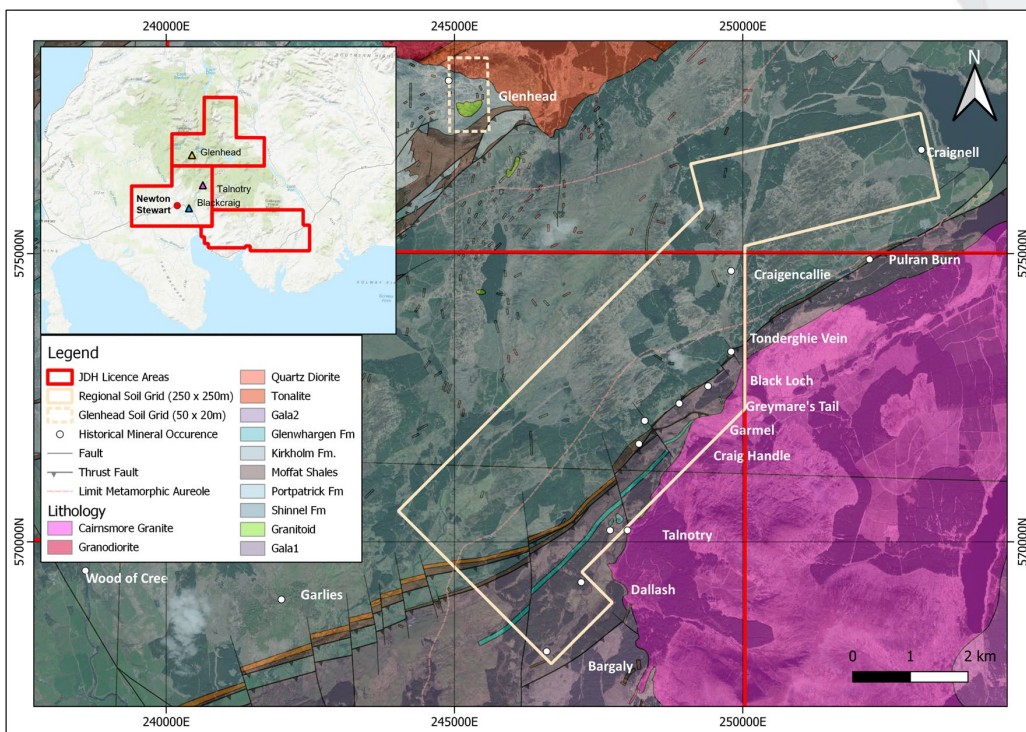


Figure 3: Soil Sampling areas at Glenhead (dashed polygon) and Talnotry - Greymare's Tail trend covering a regional structure with known mineral occurrences.

The regional, drone borne aeromagnetic survey planned for approximately 150km² was partially completed during the allocated “flying window”. The survey was conducted by UAVE Ltd using the Prion Mk3 UAV, a purpose built fixed-wing drone but due to a combination of equipment failures (including damage to the drone upon landing early in the survey), adverse weather conditions and the unavailability of key operating staff during the approved survey period, only a portion of the planned survey area could be completed. The results of the completed survey area will be interpreted and the Company is accessing its options on how to complete the remainder of the survey area within an acceptable timeframe.

This announcement is authorised for release by the Board.

-ENDS-

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Competent Person’s Statement

The information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation prepared by Dr Richard Belcher (Consulting Geologist to Walkabout Resources Limited). Dr Belcher is a Chartered Fellow (CGeol FGS) of the Geological Society of London and has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Belcher consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

ABOUT WKT

Walkabout is developing the high-grade Lindi Jumbo Graphite Project in South East Tanzania to take advantage of forecast market conditions for Large and Jumbo flake graphite products.

The Company holds 100% of a Mining Licence and between 70% and 100% of adjacent graphite prospecting licences at Lindi Jumbo with an enduring option to acquire the remaining 30% share. A high-grade graphite Mineral Reserve has been delineated within the Mining Licence area.

In addition to the Lindi Jumbo Project, Walkabout is also exploring in south west Tanzania at the Amani Hard Rock Gold Project.

The Company has also acquired an exciting exploration portfolio for gold and base metals in Scotland and Northern Ireland and is conducting ongoing mineral exploration in these areas.

Learn more at wkt.com.au