

ASX ANNOUNCEMENT

22 August 2022



Rights Issue to Raise up to A\$33.17 Million to Complete Construction of Lindi Jumbo Graphite Mine

HIGHLIGHTS

- The company to offer Walkabout shareholders the entitlement to participate in a Rights Issue to raise up to A\$33.17 million.
- Proceeds fund the completion of construction at the Lindi Jumbo graphite mine currently under construction in Tanzania.
- Groundworks, including plant civils and construction of the tailings storage facility is currently at approximately 60% completion.
- Eligible shareholders will have the ability to apply for additional New Shares over and above their respective entitlements.

Construction of the Lindi Jumbo graphite mine in Tanzania has been ongoing since first mobilisation in late 2021. Lindi Jumbo LTD (“Lindi Jumbo”) (a wholly owned operating subsidiary of Walkabout) had been funding the construction through May 2022 from the companion equity contributed by Walkabout Resources Limited (ASX: WKT) (“Walkabout” or the “Company”). Since June 2022, the continuation of site construction has been facilitated by the incredible support of the contractors and suppliers to the project awaiting project loan drawdown. The Company advises that due to the delay in debt drawdown from CRDB Bank Plc (“CRDB”) in Tanzania it will raise up to A\$33.17 million to ensure the continuation and completion of the construction at the Lindi Jumbo graphite mine in Tanzania.

While Lindi Jumbo is actively seeking to finalise the debt drawdown, it is necessary to raise equity capital to be utilised as either further loan collateral or to directly fund the mine.

RIGHTS ISSUE SUMMARY

Offer Structure & Size	<ul style="list-style-type: none">• A pro-rata non-renounceable entitlement issue of two (2) fully paid ordinary shares (“New Shares”) for every three (3) shares held by eligible shareholders registered at the record date (Eligible Shareholders) at an issue price of A\$0.11 per share to raise up to approximately A\$33.17 million, with a minimum of A\$16.5 million (“Rights Issue”).• Eligible Shareholders will comprise those shareholders at the relevant record date with a registered address in Australia or New Zealand or other countries as determined by the Board.• The Rights Issue offer will be made pursuant to a prospectus issued by the Company in accordance with section 713 of the Corporations Act (“Prospectus”).• The Rights Issue is non-underwritten.• A shortfall offer facility will be available allowing eligible shareholders to apply for additional New Shares over and above their respective entitlements (additional New Shares will be issued to the extent there is a shortfall under the Rights Issue).• The New Shares issued under the Rights Issue will rank pari passu with existing fully paid ordinary shares on issue as at the record date.
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Price	<ul style="list-style-type: none"> Issue price of A\$0.11 per new share, which represents a discount of: <ul style="list-style-type: none"> 48.8% to the last closing price of A\$0.215 per share on 30 May 2022; and 36.5% discount to the theoretical ex-rights price of A\$0.173.
Syndicate	<ul style="list-style-type: none"> Canaccord Genuity (Australia) Limited has been appointed to act as Lead Manager to the Rights Issue and Bookrunner to the placement of shortfall under the Right Issue (if any). Brentridge Capital Pty Ltd has been appointed to act as Corporate Advisor to the Rights Issue

Further details of the Rights Issue, including details on how to accept and key risks of the Rights Issue, will be set out in the Prospectus which is expected to be released to the ASX on or around Wednesday, 24 August 2022.

Outlined below is a timetable of relevant events and dates relating to the Rights Issue.

Event	Date
Announcement of Rights Issue & Appendix 3B	Monday, 22 August 2022
Lodgement of Prospectus with ASIC & ASX	Wednesday, 24 August 2022
Ex date	Monday, 29 August 2022
Record Date for determining entitlements	Tuesday, 30 August 2022
Prospectus despatched to Eligible Shareholders & Company announces despatch has been completed	Thursday, 1 September 2022
Last day to extend Closing Date	Friday, 16 September 2022
Closing Date*	Tuesday, 20 September 2022
Securities quoted on a deferred settlement basis from market open	Wednesday, 21 September 2022
Announcement of results of the Rights Issue	Thursday, 22 September 2022
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the New Shares (before noon Sydney time)	Tuesday, 27 September 2022

* The Directors reserve the right to amend this timetable and may extend the Closing Date by giving at least three (3) Business Days' notice to ASX prior to the Closing Date. As such, the date the New Shares are expected to commence trading on ASX may vary.

Application for New Shares under the Rights Issue may only be made by completing an application form which will accompany the Prospectus. Shareholders eligible to participate in the Rights Issue should read the Prospectus carefully and consult professional advisers as necessary.

CURRENT DEVELOPMENT EXPENDITURE STATUS

The majority of development capital for the construction of the Lindi Jumbo mine is based on fixed price or fixed rate contracts. To date, more than US\$15.0 million has been spent on project development with approximately US\$19.1 million of capital expenditure ("Capex") remaining to be spent to complete project construction.

The vast majority of the mechanical equipment fabrication work in China is now complete, with the larger and more complex civils work in Tanzania also nearing completion. Thus, the critical pathways to project completion have been significantly de-risked with no net cost overruns on works performed to date. The estimated 4.4% increase in Capex from the original budget, amongst other considerations, is due to the delay of the project completion timeline arising from the delay in debt drawdown, additional power equipment to enable grid power, recent increases in operational costs (shipping, fuel, equipment etc) and minor additional expenditure for escalations, QA/QC and the Independent Project Manager as per the CRDB requirements (see Table 1).

In addition to the amount paid to date, a further US\$8.1 million of equipment and construction costs have been incurred resulting in US\$11.0 million of future cost to construction completion including commissioning of the plant.

Table 1: Capex Expenditure Breakdown and Forecast to Completion (USD). *Rounded to the nearest \$100,000.

	Revised Budget	Paid to Date	Accrued	Costs still to incur	Comments
Earthworks, Civils and Mining	\$9,970,000	\$3,480,000	\$2,400,000	\$4,090,000	No cost overruns to date. Estimated 16.4% increase in costs forecasted due to delay in project completion (P&G's), increase in general costs (mainly fuel) & onsite QA/QC and design engineers for Tailings Storage Facility.
EPC and Subcontractors	\$14,640,000	\$6,480,000	\$4,590,000	\$3,570,000	No cost overruns to date. The bulk of outstanding manufacturing costs are for steel structures for the buildings and minor mechanical equipment as well as for the ordering of critical off the shelf components such as electrical equipment and instrumentation, generators etc. The remainder of the costs are for mobilization, spares, shipping, and management fees. 1.8% increase in costs due to shipping costs and delay in project completion.
Plant & Mine Infrastructure	\$2,150,000	\$510,000	\$0	\$1,640,000	Includes fencing, fuel storage, electrical distribution (Tanesco), raw water supply etc. 36.1% increase in costs due to increase in equipment costs and changes to the electrical circuit (addition of grid power). Possibility of deferment of non-critical capital components of approximately US\$550,000 until sales proceeds commence.
Camp	\$200,000	\$0	\$0	\$200,000	Construction schedule planned for completion in line with commissioning of the plant. 77% savings in Capex costs due to changes in contract scope.
Logistics	\$850,000	\$100,000	\$240,000	\$510,000	Approximately 60% of the imports completed. 28% savings due to the deferment of customs, wharfage and duties fees.
Owners and Indirect costs	\$6,380,000	\$4,440,000	\$900,000	\$1,040,000	3% increase in costs due to inclusion of IPM as per CRDB requirements, increase in monthly QA/QC in China & increase in general overheads with the delay in project completion.
TOTAL	\$34,190,000	\$15,010,000	\$8,130,000	\$11,050,000	4.4% increase in Capex

CAPITAL REQUIREMENTS

Walkabout is seeking to raise a minimum of A\$16.5 million and up to circa A\$33.17 million through a Rights Issue to enable it to fully fund construction and commissioning of the Lindi Jumbo Graphite Mine in Q1 2023 ahead of ramp up of graphite production.

Walkabout currently also has several active parallel funding initiatives including the continuation of the negotiations towards drawdown of the US\$20M CRDB debt facility. Lindi Jumbo received a commitment from CRDB to allow for a 1 for 1 drawdown on the posting of cash as collateral.

Other parallel funding options currently under negotiation are:

- Prepayment on product offtake
- Alternative secured debt
- Structured Finance Loan

Depending on the success of the abovementioned parallel funding initiatives, Walkabout may not require the full amount to be raised through this Rights Issue and the Board reserves its right to scale back applications under the Rights Issue.

The proceeds from the Rights Issue will be used to provide the following as needed and/or necessary:

- Collateral for the CRDB debt drawdown;
- Settle outstanding debt with all current creditors;
- Shipment of equipment currently in storage from China and Australia;
- Complete the construction activities at Lindi Jumbo;
- Pay regular suppliers in accordance with normal terms for the remainder of the contract;
- Continuation/completion of parallel funding paths currently in progress; and
- Corporate treasury funds.

NON-RECOURSE DEBT FINANCE

Walkabout has also secured commitments from shareholders for A\$1,000,000 in the form of limited recourse loans to fund short-term working capital. The repayment date of these loans is 31 December, 2023 but the lender may offset the repayment of the loans against any money due to them against any future capital raising by Walkabout. The lenders receive options at A\$0.25 cents for the value of the loans and the 6.67 million options expire on 30 April 2023.

PROJECT DEVELOPMENT PROGRESS

ENGINEERING, PROCUREMENT AND CONSTRUCTION

Approximately 65% of the mechanical equipment is on site in Tanzania and in the process of being installed. The vast majority of the remaining mechanical equipment has been manufactured by the Company's EPC Contractor, Jinpeng, and is in storage in China (approximately US\$2.0 million worth of equipment). Approximately 77% of the costs of the EPC contract has already been incurred.

Shipping of the equipment will commence upon the continuation of payments. Equipment on site in Tanzania includes:

Equipment	Status
Conveyors, primary screen and associated structures	Assembly and installation in progress
Primary and secondary crushers	Installation before early September
Raw ore bin	Assembled and installed
Fine ore bin	Assembled and installed
Thickener	Assembled and installed
Rod and Pebble mills	On site
All Floatation cells	On site

Equipment	Status
Filter press	On site
Spiral classifier	On site
Vibrating grizzly, feeders, tanks, motors and other smaller equipment	On site
Mobile equipment including 50t mobile crane, telehandler and two front end loaders	On site and currently used in the construction of the Processing Plant.



Figure 1: Mid-August 2022, oblique view from the south of the processing plant area. Development of foundations for the drying, screening and packaging building can be seen in the foreground with equipment delivered to site on the laydown area or being assembled and erected.



Figure 2: Rod mill arriving on site in April 2022.

An EPC mechanical construction team has been on site from April 2022 working on the assembly and erection of equipment where the majority of plate and steelwork was needed i.e., fine-ore bin, thickener, front-end (ROM Bin) and conveyor areas of the processing plant. The civils completed to date were prioritised to these areas.



Figure 3: Thickener (left) and fine-ore bin with feed conveyor structure (right) .

Equipment awaiting despatch to Tanzania from China	
Various samplers	BGRIMM Attritioning mills
Drum scrubber	Crane beams and hoists
Graphite deglomerator	Dust collectors
Various silos	Various spiral conveyors
Rotary Dryer	Concentrate bag packaging equipment
Steel structures for various of the processing plant buildings	Rotex screens manufactured and in storage in Melbourne



Figure 4: Graphite concentrate bagging equipment undergoing factory testing in China.



Figure 5: Rotex Screens assembled at the workshop in Melbourne.

Equipment awaiting procurement and construction in China includes:

Equipment awaiting procurement and construction in China	
Generators, switchgear and transformers (rental options locally if delayed)	Remainder of the steelwork and cladding for various processing plant buildings
Pipe work	Electrical equipment and instrumentation (off-the-shelf)
Spares (not on critical pathway)	

POST CONSTRUCTION RESPONSIBILITIES OF THE EPC CONTRACTOR

A core team of the EPC contractor will remain on site until commissioning has been completed, the plant performance guarantee has been fulfilled and the local operators have been suitably trained to operate and maintain the plant. The functional completion of the processing plant will include operational handover of the plant to the Lindi Jumbo operations team. This includes:

1. Dry and wet commissioning;
2. Commissioning with graphite ore over a period of time;
3. After commissioning the contractor will run and operate the plant for a period of 48 hours nonstop. During this period, the through put of ROM material will be monitored and the plant must process an average of 840t of ROM product per 24 hours period of operation for two consecutive periods of 24 hours. If the plant is stopped for any reason during this 48 hour period; the test will begin again from the start with the timing being re-set to zero.
4. The Contractor will provide on the job training of local workers for the operation and maintenance of the processing equipment. It is anticipated that the duration of the training period will be two months. Where possible, some the full-time operations and maintenance personnel will work alongside the construction crew to gain firsthand knowledge of installation and operation of the equipment.

EARTHWORKS AND CIVILS

Concrete works have been prioritised to accommodate the equipment and structures already delivered to site. The focus remains on the critical areas but due to the delay in the shipping schedule the civil works are no longer on the critical pathway and are currently more than 70% complete against the planned schedule.

CIVILS PROGRESS TO DATE

Item	Progress
Front end (ROM wall, raw-ore bin, crushers, conveyors, fine-ore bin and associated infrastructure) leading up to the concentrator building	100%
Concentrator building (milling and flotation). Due for completion mid-September	50%

Item	Progress
Drying and Screening building	15%
Thickener and associated infrastructure	100%
TSF - Bulk earthworks	83%
TSF - Drainage and lining	17 - 24%



Figure 6: Pouring of the concrete for the plinths of the primary crusher and conveyors in April (left) and the completed ROM wall with ore feed bin (right).



Figure 7: Oblique view from the north of the TSF area in mid-August. Processing plant in the background with starter pit visible on the top right of the photo.



Figure 8: Construction of the tailings storage facility retainer walls.

MINING - STARTER PIT

The first production blast was successfully completed at the end of June. Within the blast area, all topsoil was removed and stockpiled for later use/rehabilitation prior to blast activity, as stipulated in the Environmental Impact Assessment. The clay rich overburden was used in the construction of the TSF, with the principal purpose of current mining activities to source waste rock for the ongoing construction of the TSF. A second blast was conducted at the end of July.

The starter pit area is in the hanging wall of the initial-term production area and although care was taken to avoid the core super-high-grade zones, there is still an instance of a known and modelled high-grade zone within the starter pit and to date more than 9,000t of graphite ore (estimated 1,620t of contained graphite) has been stockpiled for use during the commissioning phases of the processing plant.

This high-grade material is visually very distinct from the waste and/or lower grade graphitic units and is being stockpiled for use during the commissioning of the processing plant. Ore zones are demarcated, and a “spotter” is used to direct the separation of ore from waste.



Figure 9: Blast sequence at the starter pit looking south. The main super high-grade zones are approximately 30m to 50m to the east (left) of the blast zone and strike NE-SW.



Figure 10: The box-cut being opened with the loading and hauling of the fragmented blasted material in July (left) and the starter pit and temporary high-grade stockpile in mid-August (right).

Mining in the starter pit is currently approximately 50% complete for the sourcing of TSF materials.

POWER

Lindi Jumbo will be connected to grid power through an agreement with the Tanzanian Electrical Supply Company (“**TANESCO**”) and installation of the 33kV powerline is now complete and has reached the project site. Once the transformer has been installed, grid power will be readily available to support completion of the construction activities (see announcement 16 June 2022). Initially, this line will supply power to the mining camp and ancillary facilities.

Installation of the 4.5MW powerline is progressing well and has reached the village of Matambarale, approximately 3km to the west of the mining licence. On completion, this line will supply continuous power for the entire operation once commissioning starts. With diesel generated power making up approximately 26% of the total operating costs the supply of grid power at a fraction of the cost will potentially have a significant positive effect on the operating costs of which is already earmarked to be one of the world’s lowest cost graphite producers.

OPERATIONAL READINESS

Lindi Jumbo has embarked on recruiting essential senior staff for the operational control of the project once construction is complete and functional handover achieved. These personnel will be onboarded as soon as practically possible and will be working together with the construction team, EPC contractor, logistics and mining contractor to ensure that the operational readiness plan is in place and that there is a seamless transition between construction, commissioning and operations.

WORKING CAPITAL

The major requirement for working capital funding will occur from the start of operational readiness through production ramp up to positive cashflow which is expected to be a period of 3-6 months. As the company has previously disclosed, it has access to US\$3.2m in a working capital facility from Wogen Pacific Limited (“**Wogen**”) with the opportunity to expand this to a US\$8m facility. This will be available once product is loaded onto a ship. Prior to that working capital will be required to be funded via a bank overdraft. Lindi Jumbo has been approached by a number of banks interested in providing such a facility. The bank overdraft facility will be finalised after the final project development capital structure is known.

OFFTAKE

The Company has recently signed a binding sales, purchase and marketing agreement with Wogen for the supply of all exported graphite production from its Lindi Jumbo Graphite Project in southeast Tanzania for an initial period of five years (see ASX Announcement of 29 July 2022). This Agreement will allow Lindi Jumbo to harness the skills and resources of an established international commodities marketing organisation across its full production capacity. Lindi Jumbo will draw on the considerable market knowledge and relationships Wogen has established in the graphite market since partnering with Walkabout Resources and Lindi Jumbo in 2019. It is anticipated that Lindi Jumbo’s sales book will be more diversified and have greater exposure to shorter term pricing than previously as a result of the new

arrangement. The Agreement also provides Lindi Jumbo enhanced access to supply chain financing, supporting the objective of operating a capital-efficient balance sheet.

GROWTH OPPORTUNITIES FOR LINDI JUMBO

The Company has scaled the planned production from Lindi Jumbo to 40,000t pa of natural flake graphite concentrate to predominantly supply the higher value large flake graphite market with 28,000t of high-grade flake concentrate per annum. This represents just over the forecasted annual market growth and thereby is unlikely to disrupt the market balance especially as demand for diversification of non-Chinese natural flake graphite supply increases. This market continues to grow at an estimated compound annual rate of 6% and Lindi Jumbo is well placed to grow with that market and potentially expanding production to meet that growth.

LINDI JUMBO MINE PRODUCTION

The Lindi Jumbo mine is not resource bound and currently has a lengthy forecasted lifespan of more than 24 years. The ore reserve of 5.1Mt @ 17.9% TGC for a total of 987,000t of contained graphite is based on only 37% of the Measured and Indicated Resources. This is also the highest-grade undeveloped graphite deposit in *Africa* (see ASX announcement of 7 March 2019).

None of the Inferred Resource material is included in the current mine design and remains available for further consideration and potential expansion opportunities. Depending on future market conditions, Lindi Jumbo could convert more of its remaining 36Mt of JORC Resources into Reserves.

SURPLUS PLANT CAPACITY

Third party technical studies completed have indicated that the current Processing Plant under construction will potentially have **23% excess capacity** once in steady state operations. While this excess capacity is available for no further capital expenditure, the plant capacity can be further increased beyond this for relatively minor levels of expansionary capital expenditure. Any increases in future production should be well absorbed by the market seeking ethically produced natural flake graphite.

The Company has also been approached by other graphite companies considering the use of the excess capacity in the Lindi Jumbo as an alternative to the construction of their own pilot plants. Any arrangements for toll treatment would share the commercial benefits of production and not be at the expense of Lindi Jumbo mine production.

FINE FLAKE OPPORTUNITIES

Fine flake graphite concentrate (-180 micron), making up approximately 25% of total production, is in high demand by operators and developers of Battery Anode facilities. While seen as a by-product, fine flake concentrate is viewed by the company as a strategic asset and Lindi Jumbo has been approached by several parties seeking medium term offtake of fines material. This may result in **product pre-payments** as the project gets closer to production.

To date the largest flake markets (e.g., Super Jumbo or +500 micron) are fairly immature as relatively little product of consistent quality has been produced by mines currently operating and available to customers. Customers have thus been reluctant to invest in the capital required to take advantage of the largest flake graphite unless they could be assured consistent quality supply. Lindi Jumbo will provide those customers with that source of supply and it is expected that demand will grow for the larger flake sizes as consistent supply is proven.

LOW GRADE STOCKPILE

With a cut-off grade of 10%, nearly 8.0Mt of low-grade graphite ore averaging ~ 6% TGC will be stockpiled over the life of the current mine. At the constructed nameplate capacity of the Lindi Jumbo plant that material could **extend the mine life for a further 26 years**. It is notable that the average grade of Lindi Jumbo low-grade material exceeds the average grade of a number of current producing graphite mines and many of the peer group currently in their planning or study stages. While Lindi Jumbo currently has no plans to process the low-grade stockpiles it does provide option value to the mine (with minimal rehandling costs), depending on future pricing. While lower grade, the ore has a very similar large flake distribution as the high-grade ore (see ASX announcement of 07 March 2019).

NEAR MINE EXPLORATION POTENTIAL ¹

Lindi Jumbo has control over three adjoining Prospecting Licences for more than 160km² adjacent to the current Mining Licence. Based on surface mapping, sampling, drilling and the interpretation of geophysical datasets, the Company has a near-mine **Exploration Target of between 15Mt to 29Mt and an additional 35Mt to 71Mt within a 20km radius** of the current mine. These potential additional sources of graphite have similar characteristics to the current JORC compliant Mineral Resource. Any additional tonnage would require relatively low capex to delineate and or develop.

The combination of Lindi Jumbo's outstanding high-grade Ore Reserve, the unique flake distribution in high-grade final concentrate, the scale of the operation and the small environmental footprint drives the competitive advantage of expanding mine production to take advantage of emerging large flake graphite market opportunities. It is in the interests of Lindi Jumbo to work with key market participants to expand demand growth, especially for the largest flake varieties (See ASX Announcement of 09 June 2021).

DOWNSTREAM OPPORTUNITIES

While downstream processing of graphite flake is viewed as an attractive value-add for graphite producers, it is more prone to commoditisation and provides lower rates of return than the production of graphite concentrate at the Lindi Jumbo mine. However, strategically it provides opportunities for the company to get closer to its end customers, to be fully vertically integrated and to grow the market.

The Company has previously undertaken a scoping study of a **6,000t pa Expandable Graphite Plant** using Lindi Jumbo concentrate and has been in negotiations with a Middle Eastern group about a Joint Venture on the construction of the proposed plant where the Company would be free carried. Finalisation of the joint venture is pending completion of the Lindi Jumbo mine. Expandable graphite can be sold as a raw material into the flame retardant or fire protection industry or as a feedstock for expanded graphite fabrication for use in the manufacturing of amongst others, graphite foils, paper, shapes and pipes.

The same Middle Eastern group is considering a 50/50 joint venture to produce graphite foils. Such a venture would require Walkabout Resources to fully contribute to its share of the capital costs.

EXPLORATION POTENTIAL – OTHER WKT GRAPHITE PROPERTIES¹

The Company holds 100% of the **Kimoingan Graphite Project** in Northern Tanzania. It has an **Exploration Target of 22Mt to 72Mt** of medium-grade large flake graphite. Given the experience of Lindi Jumbo it would likely be a low to medium capex standalone operation. It could potentially be at a larger scale with more of a focus on supplying graphite to the battery anode supply chain.

Having the operating Lindi Jumbo mine in country will provide a number of synergies around exploration, administration, procurement, gaining government approvals, marketing and ESG performance.

As the owner of the most advanced large flake graphite project in Tanzania, Walkabout Resources is regularly presented with **corporate opportunities to potentially work with other graphite projects** in country and in the region (See ASX Announcement of 09 June 2021).

¹ **Cautionary Statement:** *The potential quantity and quality of the quoted Exploration Potential Range outside of the Gilbert Arc Mineral Resource Area is conceptual in nature as 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 over any of the additional target areas. It should not be expected that the quality of the Exploration Targets is equivalent to that of Mineral Resources. Exploration Targets could be tested with future exploration activities in alignment with the Company's exploration and business strategy.*

OTHER NON-GRAPHITE OPPORTUNITIES

AMANI GOLD

The Amani gold project is an early-stage exploration project in South-Western Tanzania. Walkabout Resources holds 100% of four adjoining prospecting licences for more than 650 km² in an area that underwent an alluvial gold mining

rush in the 1990's and to date no modern, systematic exploration program has been done to delineate the primary or hard-rock source of the gold.

Work performed to date has identified several target areas in close proximity to the extensive alluvial workings and follow up work is planned once funding allows.

Having the operating Lindi Jumbo mine in country will provide a number of synergies around exploration, administration, procurement, gaining government approvals, marketing and ESG performance.

UK EXPLORATION OPPORTUNITIES

Walkabout has acquired a number of prospective licenses in Scotland and Northern Ireland. Exploration work to-date has been encouraging and warrants further follow-up for the discovery of precious and base metals. While Walkabout Resources is unlikely to take these opportunities through to production, it is likely to add value to shareholders via a spin-out or farmout.

This announcement is authorised for release by the Board.

-ENDS-

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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 southwest Tanzania at the Amani Hard Rock Gold Project and southern Namibia at the Eureka Lithium Project.

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

Learn more at wkt.com.au

Competent Person's Statement

The information in this report that relates to Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves is based on and fairly represents information and supporting documentation prepared by Mr. Andrew Cunningham (Director of Walkabout Resources Limited). Mr. Cunningham is a member of the Australian Institute of Geoscientists 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. Mr. Cunningham consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

FORWARD LOOKING STATEMENTS AND DISCLAIMERS

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Actual values, results, interpretations or events may be materially different to those expressed or implied in this announcement. Given these uncertainties, recipients are cautioned not to place reliance on forward-looking statements in the announcement as they speak only at the date of issue of this announcement. Subject to any continuing obligations under applicable law and ASX Listing Rules, Walkabout Resources Limited does not undertake any obligation to update or revise any information or any of the forward-looking statements in this announcement or any changes in events, conditions or circumstances on which any such forward-looking statements is based.

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