

ASX ANNOUNCEMENT

1 March 2023



CONSTRUCTION SUPPORTED BY DIRECTORS AND SHAREHOLDERS BRIDGING LOAN

Walkabout Resources (ASX:WKT) or the 'Company', is pleased to announce that it has entered into bridging loans with a number of shareholders and directors for the provision of an aggregate loan of \$1,600,000 (Bridging Loans). With the recent announcement of shipments under the EPC Contract ("Shipping of Equipment Resumes From China" announcement dated 6 February 2023) & acceleration of the earth moving and civils contract ("TNR Provides Vendor Finance to Lindi Jumbo" announcement dated 28 February 2023), Lindi Jumbo has the responsibility to fund supportive costs such as landing charges, local logistics, & cash repayments of up to US\$250,000 per month of the TNR contract.

The purpose of the Bridging Loan is to meet Lindi Jumbo's development costs while final project funding is being completed. The Bridging Loans require repayment on the earlier of:

- a) 12 months; or
- b) on final project funding.

The Bridging Loans will be available to be drawn from 31 March 2023, with the following key terms:

- a) Unsecured;
- b) Term of 12 months;
- c) Interest rate 17% - to be settled by the issue of shares (subject to shareholder approval) (Interest Shares);
- d) Grant of free attaching unlisted Options (subject to shareholder approval) – 2 Options for every \$1 loaned, expiring 18 months from the date of issue and with an exercise price of \$0.25 (Bridging Options); and
- e) No penalty on early repayment by Walkabout.

Together with the deferrals of payments under the TNR contract ("TNR Provides Vendor Finance to Lindi Jumbo" announcement dated 28 February 2023), the Bridging Loans provide for approximately 4.5 months of the remaining \$2.9m of capital expenditure for construction completion. If required, further participants may be added to the Bridging Loans under the same terms.

Directors, Mr Peter Finimore and Mr Michael Elliott have entered into Bridging Loans with the Company for \$400,000 and \$200,000, respectively. Subject to shareholder approval, Mr Peter Finimore will convert the principal and interest of his Bridging Loan into shares and Mr Michael Elliott will convert the interest on his Bridging Loan into shares, with both being issued Bridging Options pro-rata to their Bridging Loans.

Further the issue of all Bridging Options and Interest Shares are subject to shareholder approval (including the securities to be issued to Directors). The Company will shortly hold a general meeting to seek shareholder approval for the required issues.

The CEO Andrew Cunningham commented “We are appreciative of the continued commitment of our major contractors, directors & shareholders to complete the construction of the Lindi Jumbo graphite mine. These commitments only improve the finalisation of the remaining (and now relatively minor) funding.”

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 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