



Developing the Lindi Jumbo Graphite Project

Fully Permitted and Construction Ready

May 2019

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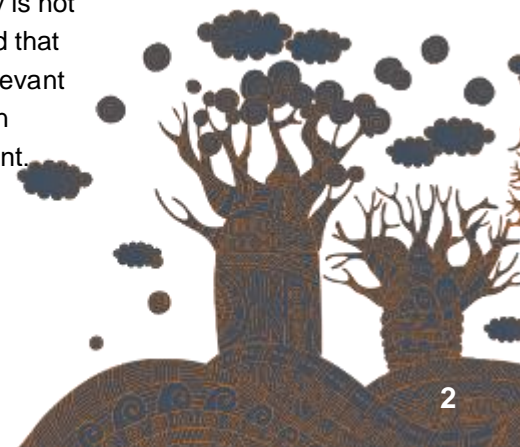
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Competent Persons

The information in this report that relates to Exploration Results is based on information compiled by Mr Andrew Cunningham, who is a Member of The AIG included in a list promulgated by the ASX from time to time. Andrew Cunningham is a director of Walkabout Resources Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Andrew Cunningham consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Any information in this report that relates to the estimation and reporting of Mineral Resources, Ore Reserves or Definitive Feasibility Study are extracted from the ASX releases dated 28 February 2019, 19 December 2018 and 27 February 2019. The Company is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the Mineral Resources and Ore Reserves estimates in the relevant market announcement 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.



Investment Case – At a Glance



Walkabout Resources Limited (Walkabout or the Company, ASX:WKT) is focused on the development of its low capex, high return Lindi Jumbo Graphite Project.

1 Ore Reserve of 5.5Mt @ 17.9% TGC for 987,000t TGC in Tanzania, Africa.
Mineral Resource of 41.8Mt @ 11.0% TGC for 4.5Mt of contained graphite.

2 Pre-tax NPV₁₀ of US\$335m, IRR 142%, Payback Period of less than 24 months and low upfront capex of US\$27.8m - LOM of 24 years producing 40kt of four discrete graphite in concentrate products.

3 Funding strategy announced – conceptual short term (3 – 4 years), high yield quasi debt-convertible at a premium to current share price.

4 Favorably low capital intensity relative to comparable global graphite projects, with significant reserve and production expansion potential.

5 Offtake agreements for 100% of production in place – targeting first revenue in 2H 2020.

6 High grade nature of the reserve provides a significant competitive advantage through low capital and operating costs and facilitates highly favourable metallurgical characteristics.

7 All required approvals and permits in place, financing the last piece before construction.

Development Ready



The Lindi Jumbo Graphite Project offers a world class graphite product suite, is shovel ready and capable of being in production in first half of 2020 to take advantage of the anticipated high demand for premium flake graphite concentrate.

| | |
|------------------------------------|--|
| Quality Project | The very high Reserve grade and exceptional distribution of large graphite flakes within the Lindi Jumbo Graphite Project are forecast to be in high demand. The product suite offers significant competitive advantages in terms of capital requirements and operating costs enabling the production of a premium natural graphite flake product. |
| De-Risked Plan for Delivery | The project development process has been detailed and designed to minimise execution risk at all levels. The initial 40,000 tonnes per annum production profile delivers the low capex of US\$29.7m (A\$42m). The Company will use in-country contractors where possible. Walkabout is finalising the engineering, procurement and construction (EPC) agreement with construction partner, Yantai Jinpeng Mining and Machinery Co Ltd (Jinpeng) (see slide 6). |
| Relevant Expertise | The development team are experienced in developing mining operations in Africa, and include Mining Engineer, Allan Mulligan, who has 30 years experience in Africa; and geologist Andrew Cunningham with 25 years experience in Africa. Walkabout has recently added a highly experienced Project Manager to oversee all operations and will as required add further experienced personnel to drive the project's success. |
| Development Funding | The current cash reserves are circa A\$6.5m, no debt. Walkabout is now seeking to raise circa A\$42m of development capital through a hybrid debt issue to fund the development of the Lindi Jumbo Graphite Project. |

Project “Early Start” Commences

The objective of the Early-Start Program is to fast-track the project construction process.

| | |
|--|---|
| EPC Contract | The Early Start EPC Contract has been finalised and signed with Jinpeng Mining and Machinery Co., for the procurement and manufacture of long-lead items. |
| Early Start Funding | Raised recently A\$3.1m to assist fund the Early Start Program. |
| On-site works commenced in Tanzania | Executed construction Agreement with Tanzanian earthworks contractor to commence primary clearing and preparation of plant site and road infrastructure. |
| Mobilisation | Mobilised selected construction equipment, surveyors and management to site. |



Corporate Snapshot



| Capital Structure | |
|------------------------------------|------------------|
| Share Price (15/05/19) | 29.0¢ |
| Shares on Issue | 316,028,182 |
| Market Capitalisation (undiluted)* | ~A\$91.6 million |
| Options** | 40,664,321 |
| Cash at Bank | ~A\$6.5 million |
| 12 Month Liquidity | ~A\$35.6 million |
| 12 Month Share Price (High/Low) | 34.0¢/8.1¢ |

*Undiluted

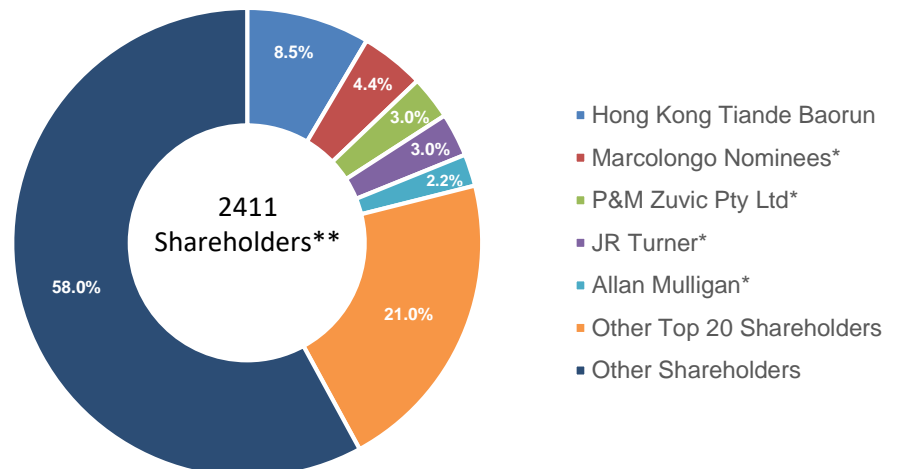
**Listed options exercisable \$0.15 on or before 31 December 2019

12 Month Share Price and Volume



Shareholding

| Board and Management | |
|--|---|
| Trevor Benson Executive Chairman | Investment Banking, and China experience |
| Allan Mulligan Executive Director | Mining Engineer, extensive African project experience |
| Andrew Cunningham Technical Director | Geologist, extensive African project experience |
| Mike Elliott Non-Executive Director | Ex-Head of Global Mining at EY, independent |



* Consolidated

**2018 Annual Report

Project Overview

Permitting

Walkabout holds 100% of Mining Licence M579/2018 formerly part of prospecting licence PL9992/2014 which hosts the Lindi Jumbo Graphite Project, and 70% of PL9993/2014, also prospective for high grade graphite mineralisation.

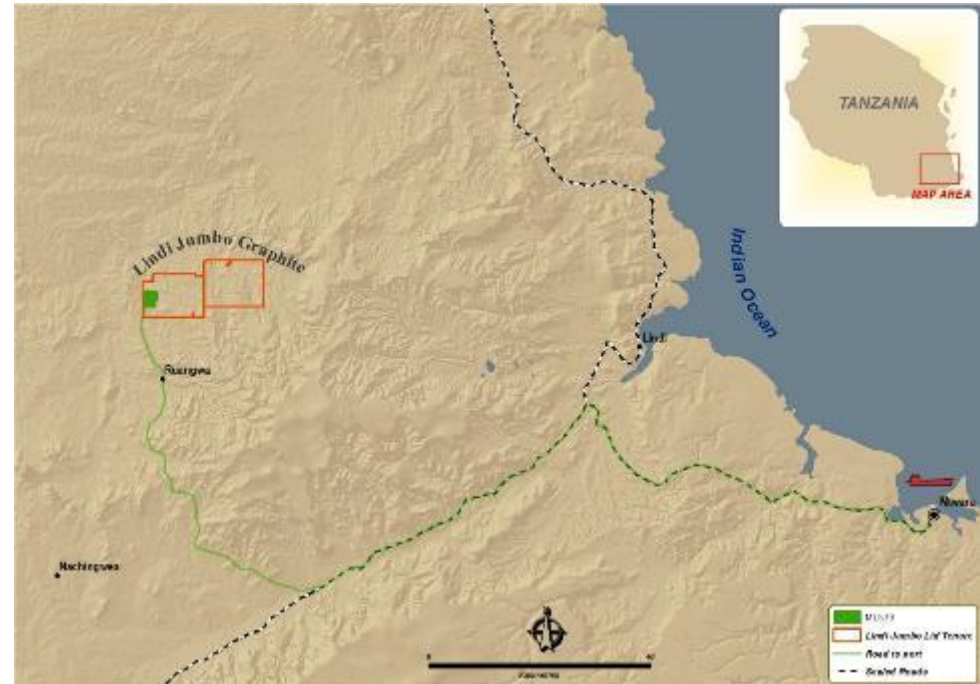
Premium Location

The Lindi Jumbo Graphite Project is located in south-eastern Tanzania, approximately 200km from the export port of Mtwara in the highly prospective Mozambique belt, a region that hosts some of the world's highest grade, coarse flake graphite deposits.

Advanced and Ready

The Lindi Graphite Project is shovel ready and could be producing within the next 12 months:

- High grade mining reserve allows for low capital and operating costs.
- Exceptional flakes and product yielding premium prices.
- Simple mining and processing alleviates operating risk.



Strategic Shareholder – World-Class EPCM Supplier



**YANTAI JINPENG MINING
MACHINERY CO., LTD**

Engineering Partner

Walkabout is finalising the EPC Agreement with construction partner, Jinpeng.

Highly Competent & Experienced

Jinpeng is a high-tech enterprise integrating R&D, production sales and service. Jinpeng is located at the Yantai Development Zone, China and has more than 350 employees.

Jinpeng consists of a mineral separation research institute, a mine design institute, a mining machinery factory, a mining development company, a metallurgy design company, an automation research institute and an installation company.

Jinpeng has more than 20 years of experience in mine design and R&D of mining equipment, and provides one-stop service including mineral processing experiment, engineering design, equipment manufacture, installation and debugging, personnel training and production for mines with a daily production capacity of up to 10,000t. Annual turnover is RMB 400m (A\$80m).

Jinpeng has extensive experience in building and commissioning plants/projects in remote parts of Africa.

Jinpeng's exports its products to more than 20 countries including Germany, Russia, Kazakhstan, Kyrgyzstan, Mongolia, Vietnam, Cambodia, Ghana, Guyana, Nigeria, Malaysia, the Philippines, Indonesia, Bolivia, Chile, Burma, Sudan, South Africa, Tanzania and Zimbabwe.

Delivering the Lindi Jumbo Graphite Project



| | | 1Q17 | 2Q17 | 3Q17 | 4Q17 | 1Q18 | 2Q18 | 3Q18 | 4Q18 | 1Q19 | 2Q19 | 3Q19 | 4Q19 |
|---|---|------|------|------|------|------|------|------|------|------|------|------|------|
| Resource Definition | Maiden Inferred Resource | | | | | | | | | | | | |
| | Updated Resource | | | | | | | | | | | | |
| | Ore Reserve | | | | | | | | | | | | |
| Studies and Feasibility | Metallurgical Testwork | | | | | | | | | | | | |
| | Scoping Study | | | | | | | | | | | | |
| | Expandability Results | | | | | | | | | | | | |
| | Definitive Feasibility Study | | | | | | | | | | | | |
| | Updated DFS | | | | | | | | | | | | |
| Sales and Marketing | Europe Sales & Purchase MoU | | | | | | | | | | | | |
| | China Sales & Purchase HoA | | | | | | | | | | | | |
| | Binding Offtake Agreements & Term Sheets | | | | | | | | | | | | |
| Permitting | EIA Approval | | | | | | | | | | | | |
| | Tanzanian Special Bill Supplement - Changes to Mining Act | | | | | | | | | | | | |
| | Mining Licence Awarded | | | | | | | | | | | | |
| Funding | Strategic Shareholder (Jinpeng Associate) Investment | | | | | | | | | | | | |
| | Exercise of Option to purchase remaining 30% of the project | | | | | | | | | | | | |
| | Project Funding with Equity and Hybrid Debt | | | | | | | | | | | | |
| Design, Engineering and Construction | EPCM HoA | | | | | | | | | | | | |
| | Detailed Engineering | | | | | | | | | | | | |
| | Mobilisation to Site | | | | | | | | | | | | |
| | Construction | | | | | | | | | | | | |

Highly Robust Definitive Feasibility Study



| Financial Reporting | Annual Avg (Steady State) | 24 Year LOM Total | Unit | 20 Year LOM Total |
|--|------------------------------|----------------------|----------------|----------------------|
| Pricing – All grades at 95% TGC | | 2019 DFS Update | | 2017 Prices |
| Super Jumbo (+500µm) Sales Price | | \$2,350 | USD/t FOB | \$1,750 |
| Jumbo (+300µm / -500µm) Sales Price | | \$1,850 | USD/t FOB | \$1,150 |
| Large (+180µm / -300µm) Sales Price | | \$1,200 | USD/t FOB | \$790 |
| Blended (-180µm) Sales Price | | \$890 | USD/t FOB | \$590 |
| Average Basket Sales Price | | \$1,515 | USD/t FOB | \$991 |
| DFS Outcomes | | Base Case | | 2017 Prices |
| Revenue | | 1,445 | USD m | 762.7 |
| Operating Cost | | 347 | USD m | 267.5 |
| Capital Cost | | 27.8 | USD m | 29.7 |
| Ongoing Capital Cost | | 0.9 | USD m | 5.8 |
| EBITDA | 44.3 | 1070.0 | USD m | 473.7 |
| WKT Free Cash Flow | 26.5 | 610 | USD m | 255.3 |
| Pre-Tax NPV (10%) | | 335.0 | USD m | 145.5 |
| Pre-Tax IRR | | 142.0 | % | 61.3 |
| Post-Tax NPV (10%) | | 197.0 | USD | 86 |
| Post-Tax IRR | | 119.0 | % | 50.6 |
| Payback Period | | <24 | months | 20 |
| Peak Funding Requirement | | -28.0 | USD m | -31.2 |
| On-Mine Unit Operating Cost (FOB Mtwara) | 282 | 282 | USD/t in conc. | 349 |
| Conc. Transport FOB Mtwara | 65 | 65 | USD/t in conc. | 60 |
| Operating Margin (before Royalties) | 77.0% | 77.0 | % | 64.9 |
| Royalty Paid | | 41 | USD | 21.5 |
| Tax Paid | | 312 | USD | 131.5 |
| TZ Government Dividend | | 118 | USD | 51.5 |
| Total Sovereign Payments | | 472 | USD | 204.5 |

Logistics and Infrastructure

Roads, Transport and Ports

200km from the container port of Mtwara (one of the three major ports in Tanzania). The port is destined to be an alternative cargo gateway for cargo bound for southern Tanzania, Malawi, Eastern Zambia and Northern Mozambique.

460km from the deep-water port of Dar Es Salaam, 400km on bitumen. Dar Port to be used initially until Mtwara Port volumes increase.

40,000 tonne = 2,000 * 20 tonne containers = ~40 containers per week

Mtwara Development Corridor – Region earmarked for rapid infrastructure improvements due to foreseen mine developments in the area. Recent Regional Infrastructure Developments:

- Mnazi Bay gas fields,
- Dar es Salaam Natural Gas Pipeline (MDNGP),
- Mtwara Thermal Power Station (18MW),
- Mtwara Port Expansion Project – doubling the current handling capacity.

Power

Initially diesel generated power ([X]MW) with the potential to hook into the gas pipeline ~40km away. Power to be supplemented with planned solar energy.

Water

Sufficient groundwater identified for plant and camp operations.



Simple Low-Cost Mining

Mining graphic illustrates the progression of the pit by year. It demonstrates the focus on the shallower, high grade material in the early years with the deepening of the pit taking place later in the life of mine.

Low Cost Mining

Shallow Mining from surface.

The pit has been divided into 5 stages.

The high grade means reduced plant throughput per tonne of graphite produced.

Mining contractor is to be paid according to graphite mined-not tonnage or volume.

High Grade Mining

Average grade in the pit is 17.9%.

High-grade zones above 20% TGC in early years.

Opportunity to further high-grade the mining during the initial years.

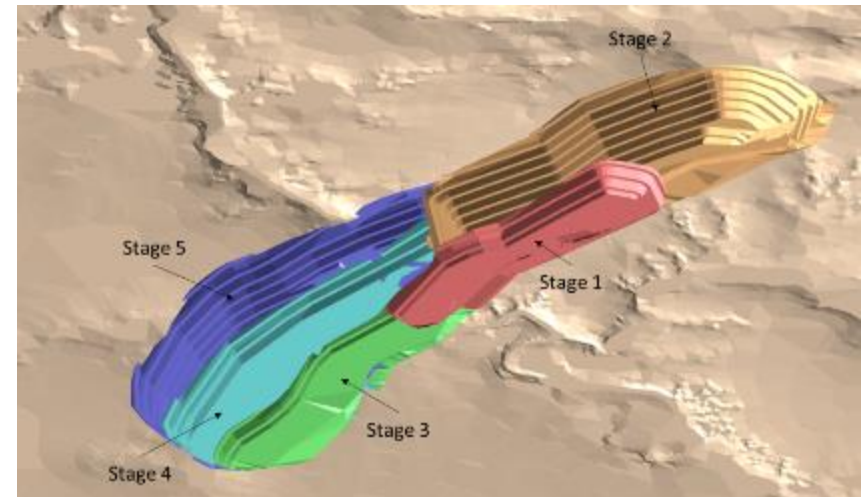
Low Risk Mining

Surface mining at reasonable quantities is easy to manage. Only 230,000 tonnes per annum milled.

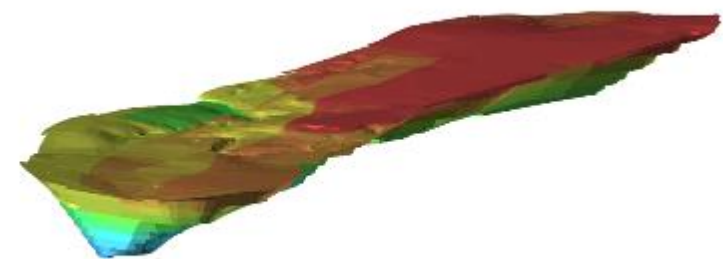
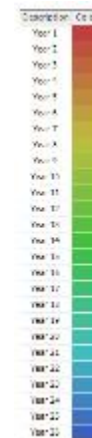
High grade is visually distinct and easy to see.

Very modest mining fleet required.

Easy to increase without compromising planning or grade.



Stage Design for Open Pit



Progress of Pit by Year

Simple Processing

High Grade = Small Processing Facility = Improved Control and Management = Low Capex.

Proprietary Flowsheet Design

Flowsheet designed to protect and retain large flake sizes.

Particular care taken not to “damage or break” large flakes liberated in subsequent process stages.

Innovative process to increase product grade above 95% TGC while preserving and maintaining exceptional large flake size distribution.

Process Integrity

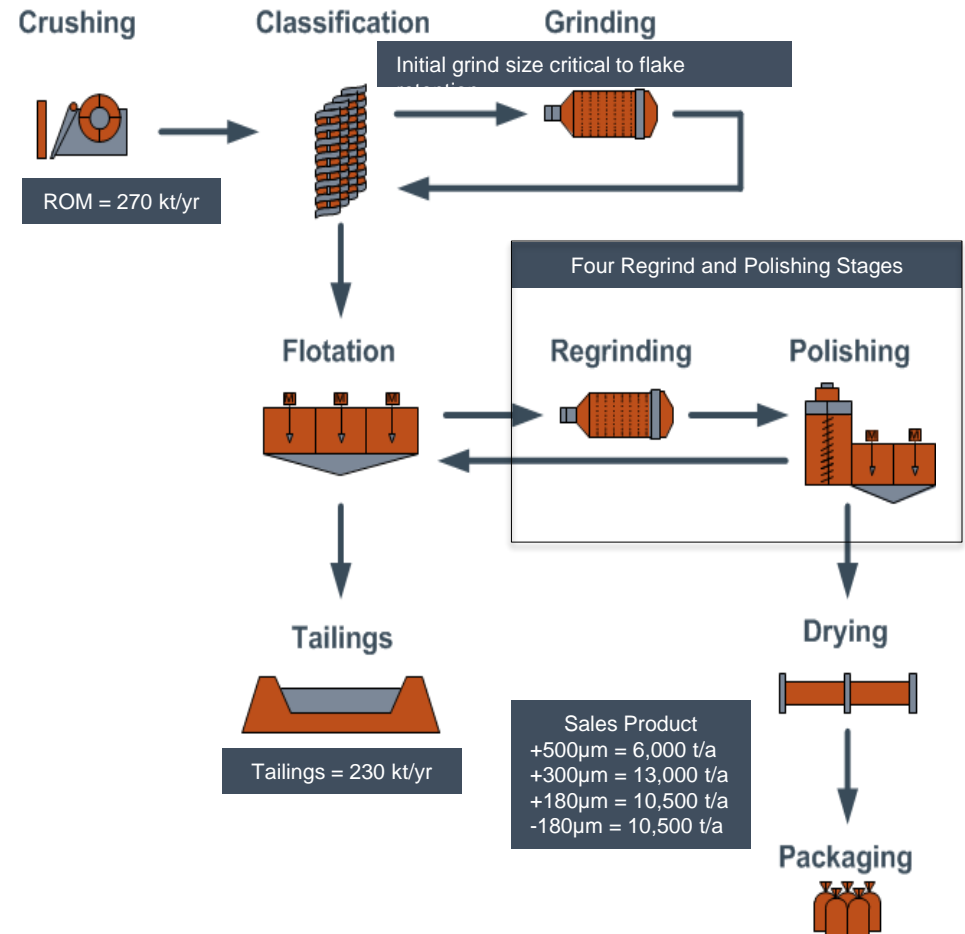
Flow Sheet tested in Australia and independently in China with Beijing graphite process experts (slide 15).

Nature of the ore results in simple process to liberate and upgrade graphitic flakes in concentration.

Normal graphite processing in China requires up to 12 regrind stages. At Lindi Jumbo there are only 4 regrind and polish stages.

Advantages of Grade

High grade ROM feed assists process efficiency and upgrades.



Exceptional Flakes and Saleable Product



Extensive Metallurgical Test Work

- Nagrom in Perth – Metallurgical flowsheet testwork across all ore types.
- BGRIMM in Beijing – Bulk test with validation of flowsheet across high grade and surface material.
- Bureau Veritas Perth – Metallurgical sighting and process testwork.
- NGS in Leinburg Germany – Floatation tests, expandability and purification testwork.

Validation

- The testwork completed by industry specialists labs in Australia, China and Germany validate that the Lindi Jumbo Project can produce a final product that contains an exceptional flake distribution of up to 75% above 180 microns (μm) of at a high purity (>95% TGC) through an industry standard but innovative flotation process.

Premium

- This product mix leads to a higher than average basket price realisation.
- Low ash content in final product.

Downstream Product Suitability

- Further independent testwork indicates that the flakes of all four product categories are highly suitable for the production of expandable graphite and graphite foils.
- Expansion ratios of up 590 times achieved vs China average of 250.
- Client based testwork in Japan indicates that the -150 micron product (100 mesh) is suitable for battery anode production.

| Product Type | Mesh | Mass Dist. (%) | Grade %TGC | Sales Price – Mid Case (US\$/t) | Annual Sales (t) | Contribution to revenue (%) |
|-----------------------------------|------|----------------|---------------|---------------------------------|------------------|-----------------------------|
| Super Jumbo (+500 μm) | +35 | 14.8% | >95 | 2,350 | 6,000 | 33% |
| Jumbo (+300 μm) | +50 | 34.5% | >95 | 1,850 | 13,000 | 39% |
| Large(+180 μm) | +80 | 25.0% | >95 | 1,200 | 10,500 | 16% |
| Rest (-180 μm) | -80 | 25.7% | >95 | 890 | 10,500 | 12% |
| Total | | 100% | >95 | 1,515 | 40,000 | 100% |

* Source: Stormcrow, Benchmark Mineral Intelligence, Industrial Minerals and Market Sources.

| Flake size | | + 500 μm | + 300 μm | + 180 μm |
|-------------|---------|------------------------|------------------------|------------------------|
| Temperature | 800 °C | 590 cm ³ /g | 485 cm ³ /g | 410 cm ³ /g |
| | 1000 °C | 500 cm ³ /g | 500 cm ³ /g | 475 cm ³ /g |

Markets and the Lindi Jumbo Premium Product



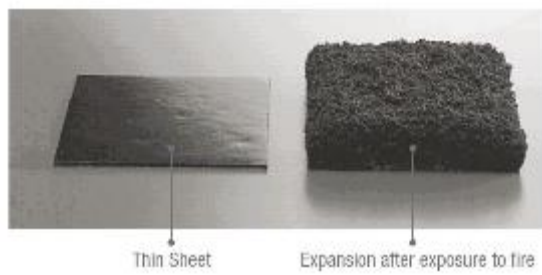
The range of markets for which Lindi Jumbo graphite is suitable by production size fraction. The premium products deliver a higher sales revenue.

| Application | Purity Requirement | Size Requirement | WKT Allocation |
|---------------------------|--------------------|------------------|----------------|
| Carbon Brush | 90%-99% | Medium | |
| Conductive Coating | 90%-99% | Medium/Coarse | 5,000 |
| Expandable Graphite Foils | 90%-99% | Medium/Coarse | 10,000+ |
| Fire Retardant Materials | 90%-99% | Medium/Coarse | 10,000+ |
| Foundry Coating | 80%+ | Medium | |
| Friction Materials | 99%+ | Coarse | |
| Fuel Cells | 99%+ | Medium | |
| Gaskets and Seals | 85% - 95% | Fine | |
| Lubricants | 99%+ | Coarse | |
| Plastics | 90%-99% | Medium | |
| Powdered metals | 90%-99% | Fine | 5,000 |
| Refractory | 80%+ | Coarse | |
| Steel and Iron | 80%+ | Coarse | |
| Batteries | 99%+ | Fine | 10,000 |

Markets and the Lindi Jumbo Premium Product

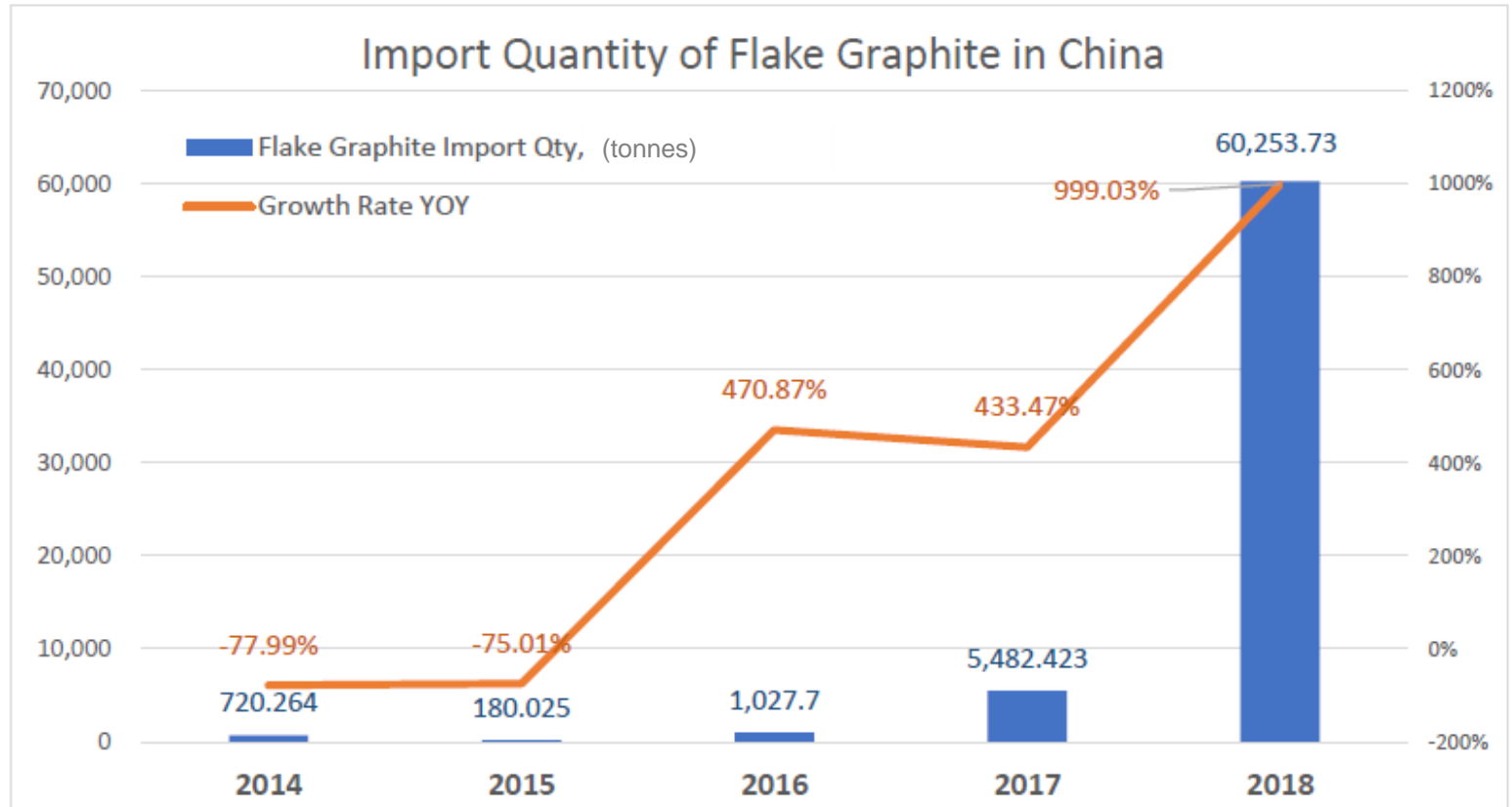
The range of markets for which Lindi Jumbo graphite is suitable by production size fraction. The premium products deliver a higher sales revenue.

| Lindi Jumbo Product | Expandable | | Extruded Products | | | Sphericalised and Coated Material | Purified |
|--------------------------------|-----------------|-------|-------------------|---------|------------------|-----------------------------------|----------|
| | Fire Retardants | Foils | Electrodes | Powders | Specialty shapes | Anodes | Other |
| +35 Mesh - 15% 6,000 t/yr | ✓ | ✓ | | | ✓ | | ✓ |
| +50 Mesh - 35% 13,000 t/yr | ✓ | ✓ | | | ✓ | | ✓ |
| +80 Mesh - 25% 10,500 t/yr | ✓ | ✓ | | | ✓ | ✓ | |
| - 80 Mesh - 25% 10,500 t/yr | | | ✓ | ✓ | | ✓ | |



What is happening in China's graphite market?

China is fast becoming a nett importer of graphite concentrate.



Data Source: China Non Metallic Minerals Industry Association

Strong In-Country Alignments



Walkabout has partnered with highly experienced technical and operational groups to fully out-source development, production and logistic operations at the Lindi Jumbo Graphite Project . This allows the maximum use of local contracting while maintaining a reduced corporate footprint in the country. Walkabout’s in-country Management is focused on health and safety, technical quality and statutory compliance.

| | |
|-------------------------------|---|
| Contracting Philosophy | Partnership contracting philosophy has been employed. Well defined scopes of work and competence matching. |
| China | Modular type process plant. Fit for purpose and off the shelf equipment. EPC Contract agreed and awaiting funding. |
| Tanzania | Operations anticipated to add over \$400m to the fiscus across the LOM. Estimated flow through contribution to the Tanzanian economy of \$800m over LOM. 200 construction jobs to be created immediately and over 100 permanent jobs over LOM. All contractors are local businesses. Camp to be established and operated under Build Own Operate contract. All logistics handled by specialist from mine-gate to customer. |
| Project Management | Project manager appointed and actively progressing project. Support project staff identified. Co-ordination and scheduling active and underway. Project procedures being compiled. |
| Insurance and Services | Insurances identified and prepared for start-up. Tanzanian insurance broker, banking and legal services. |

Tanzanian Legislative Issues

In 2017 the Government of Tanzania amended the Mining Act. This was in response to historic low fiscal returns from the robust and mature mining industry.

| Issue | Effect | Mitigation |
|--|---|---|
| 16% free carry of mining projects. | Understood to include State in dividend of 16% of net profits after tax. | <ol style="list-style-type: none"> 1. Not yet applied anywhere. 2. Included in DFS modelling. |
| State can acquire up to 50% (in total) of the shares in a mining company, proportional with the quantified value of tax expenditures incurred by the Government in favour of the mining company. | Only in case of the project requiring Tanzanian fiscal concession or equity in order to be constructed. | <ol style="list-style-type: none"> 1. Lindi Jumbo project requires no concessions from Tanzanian fiscus. |
| Royalty increase for all minerals. | Royalties on gold and precious stones increased. | <ol style="list-style-type: none"> 1. Royalties on graphite unchanged at 3%. |
| Ban on export of unprocessed or semi-processed minerals. | Must apply suitable beneficiation in country. | <ol style="list-style-type: none"> 1. Graphite concentrate above 60% TGC allowed to be exported. 2. No penalties apply. |
| Introduction of 1% minerals export tax. | Tax paid on value of minerals to be exported. | <ol style="list-style-type: none"> 1. Included in DFS modelling. |
| Indigenous banks and revenue repatriation. | Revenues must first be repatriated into Tanzania before being distributed internationally. | <ol style="list-style-type: none"> 1. Banking system is strong. 2. Adequate for business accounting and operations. 3. No problem repatriating debt or declared profits. |
| No international arbitration for mining and oil company disputes. | Tanzanian mediation and arbitration required. | <ol style="list-style-type: none"> 1. Legal industry is strong and fair. 2. An issue for all – unlikely to be particular to one company. |

Lindi Jumbo Graphite Project

A simple and functional contracting strategy employing mostly local contractors for construction and for operations.

Jinpeng Mining and Machinery

Engineering

Process Design
Plant Layouts
Mechanical / Piping / EC&I Design
Structural & Civils Design

Manufacturing & Procurement

All Process Equipment
Structural Steel & Conveyors
Plate work (Tanks)
Mechanical / EC&I equipment
Mobile Equipment

Shipping

All items CIF Dar es Salaam

Construction & Commissioning

Off-loading & storage
Structural & Mechanical installation
EC&I / piping installation
Commissioning & Training
Final Hand-over

TNR Mining and Construction

Roads and Earthworks

Bridge and access facilitation
All road ways
Process Plant site Clearance
Terracing
Bush Clearance

Construction

ROM Wall and ROM Pad
ROM Pad Access Roads
Explosives Magazine
Raw Water Dam and Pumps
Contractors Workshop & Offices

Tailing Storage Facility

Earthworks
Lining placement
Construction

SBS Camp and Construction Services

Civil and Foundation Concrete

Process Plant
Buildings and other

Camp (BOOT) and Mine Offices

Accommodation Units
Dining Room
Water Purification Plant
Sewage Plant
Generators (Camp Only)
Electrical, Water & Sewage reticulation
Medical facilities
Office Buildings
Training Centre
Canteen
Change room

Alistair Logistics

In Country Logistics and Transport (90 Containers)

Receive Goods in DAR
Off-Loading and Clearance
Customs Duties and Fees
Transport to Mine Site
Off load and Container Return

Wogen Pacific

International Marketing and Sales

Ongoing marketing in China and Internationally
Pre-Payment when concentrate loaded on ship
Use of international infrastructure and marketing facilities
Active and ongoing team engaging customers

Binding Offtake Arrangements

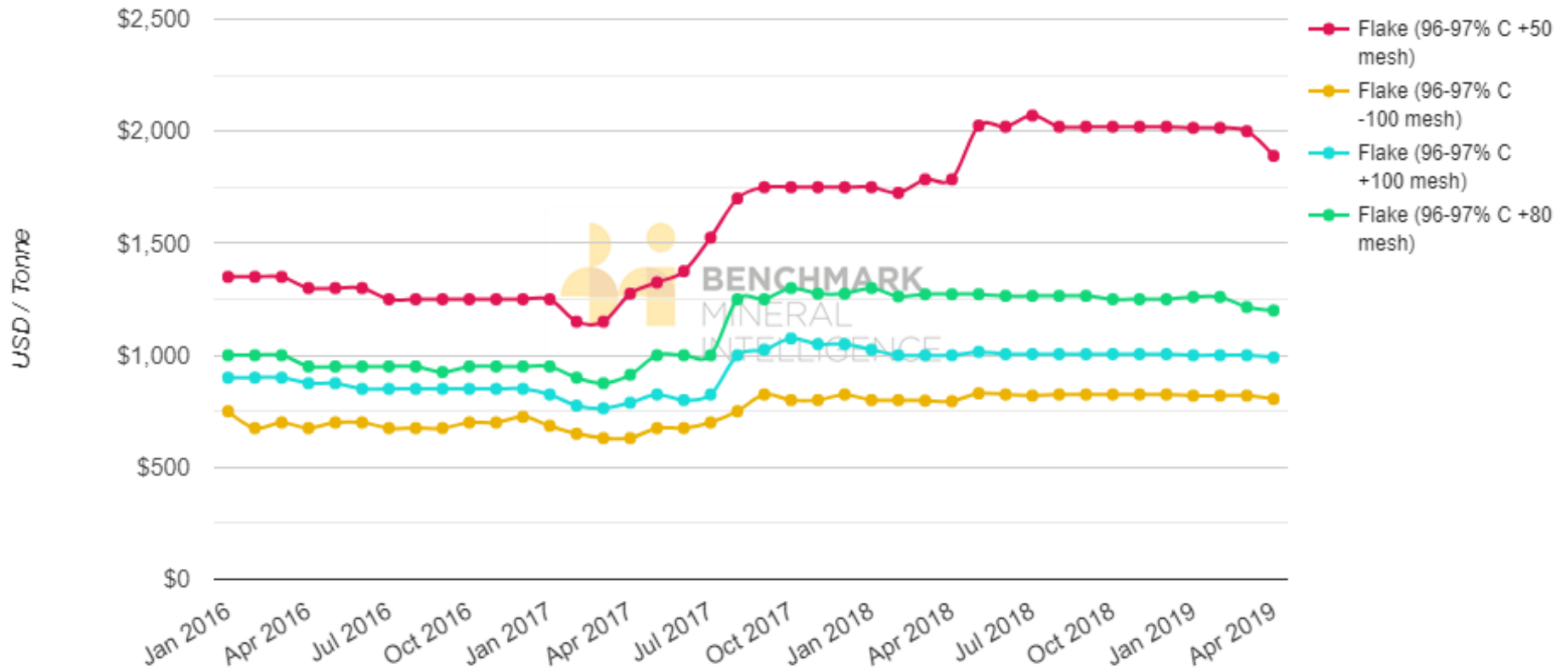
| Partner | Nature of Agreement | Pricing and Other |
|---------------------|---|---|
| Wogen Pacific Ltd | <ul style="list-style-type: none"> • BINDING • GLOBAL SALES • MIN 10,000 UP TO 30,000 TPA • 5 YEARS | <ul style="list-style-type: none"> • Best Price to be negotiated with end-users, customers on each consignment • Market rates and best endeavours • Standard sales commission |
| Qingdao Rising Dawn | <ul style="list-style-type: none"> • BINDING • 10,000 TPA • 3 YEARS | <ul style="list-style-type: none"> • Pricing to be agreed three months prior to 1st production • Reference prevailing market (Spot) • 6,000 TPA +895 (80 mesh / 95% TGC) • 4,000 TPA +595 (50 mesh / 95% TGC) |
| Qianxin Graphite | <ul style="list-style-type: none"> • BINDING • 10,000 TO 20,000 TPA • 3 YEARS | <ul style="list-style-type: none"> • Pricing to be agreed six months prior to 1st production • Reference prevailing market (Spot -15% for Yr 1) • 3,000/6,000 TPA +895 (80 mesh / 95% TGC) • 7,000/14,000 TPA +595 (50 mesh / 95% TGC) |

Binding Offtake Arrangements

| Partner | Profile |
|-----------------------------------|--|
| <p>Wogen Pacific Ltd</p> | <ul style="list-style-type: none"> Wogen was created in 1972 and is a leading international trader of off-exchange specialty metals and minerals, with a particularly strong presence in China, Asia and Europe. Wogen’s various business models include trading as a principal, providing sales & marketing distribution for producers and miners, and sourcing material for consumers on a global scale. Headquartered in London, Wogen has offices in Beijing, Shanghai, Guangzhou, Hong Kong, Moscow, Cleveland and Johannesburg and is represented by agents in the other major economies of the world. |
| <p>Qingdao Rising Dawn</p> | <ul style="list-style-type: none"> QRGT is well known for its high quality and advanced upgrading techniques and are seen to be leaders in the Chinese export graphite market. Its graphite pipes, made with its proprietary technology are also exported to more than 10 countries including Europe and the US. Its super fine graphite powder manufactured by its patented equipment also enjoy a highly regarded reputation in the industry inside and outside China. QRGT is also constructing an additional expandable graphite plant within its upgrading facilities. |
| <p>Qianxin Graphite</p> | <ul style="list-style-type: none"> Inner Mongolia Qianxin Graphite Co., Ltd is a private company based in Xingcheng District, Xinghe County, Inner Mongolia, China. The company is 100% owned by Beijing Zhongyuan Longgang Mining Science & Technology Co.,Ltd (Beijing ZYLG). The Company has an expandable upgrading facility with a total capacity of 30,000 tonnes per annum and has high-level approval to further develop their upgrading capacity to 60,000 – 100,000 tonnes per year. The Company also intends to process flake graphite concentrate to high purity graphite within their existing facilities. |

Benchmark Mineral Intelligence- Graphite Pricing

Graphite Prices: Jan 2016 - Apr 2019



Benchmark Mineral Intelligence- Graphite Pricing



| Product Specification | Benchmark Price April 2019 | Wogen Reference April 2019 | WKT DFS Price Mar 2019 |
|---------------------------|--------------------------------|-----------------------------|--------------------------|
| 96% - 97% TGC -80 Mesh | US\$ 990 / Tonne FOB China | US\$ 790 / Tonne China | US\$ 890 / Tonne FOB |
| 96% - 97% TGC +80 Mesh | US\$1,200 / Tonne FOB China | US\$ 1,150 / Tonne China | US\$1,200 / Tonne FOB |
| 96% - 97% TGC +50 Mesh | US\$1,890 / Tonne FOB China | US\$1,937 / Tonne China | US\$1,850 / Tonne FOB |
| 96% - 97% TGC +35 Mesh | | US\$2,200 / Tonne China | US\$2,350 / Tonne FOB |

The Lindi Jumbo Graphite Project is now construction ready.

The key operational milestones for Walkabout over the next 18 months are:

- Sourcing total development finance;
- Construction of the metallurgical plant;
- Completion of the plant commissioning process; and
- Producing graphite concentrate to specification and design capacity.

Systematically progressing development of the Lindi Jumbo Graphite Project and eliminating risks opens up opportunity for the project's full pre-tax **NPV10 valuation of US\$335m** to materialise.

Walkabout has a market capitalisation of circa A\$91.6m at A\$0.29 per share with excellent liquidity (A\$35 million over the last 12 months). The nature of the project suggests that a hybrid debt/equity structure might be expected to include:

- Debt with an appropriate term (3.5 years), a risk reflective coupon and security over the Lindi Jumbo Graphite Project.
- Equity conversion capability.

Walkabout is now interacting with institutional investors capable of delivering project development funding of this magnitude and nature to finalise terms that work for all stakeholders.

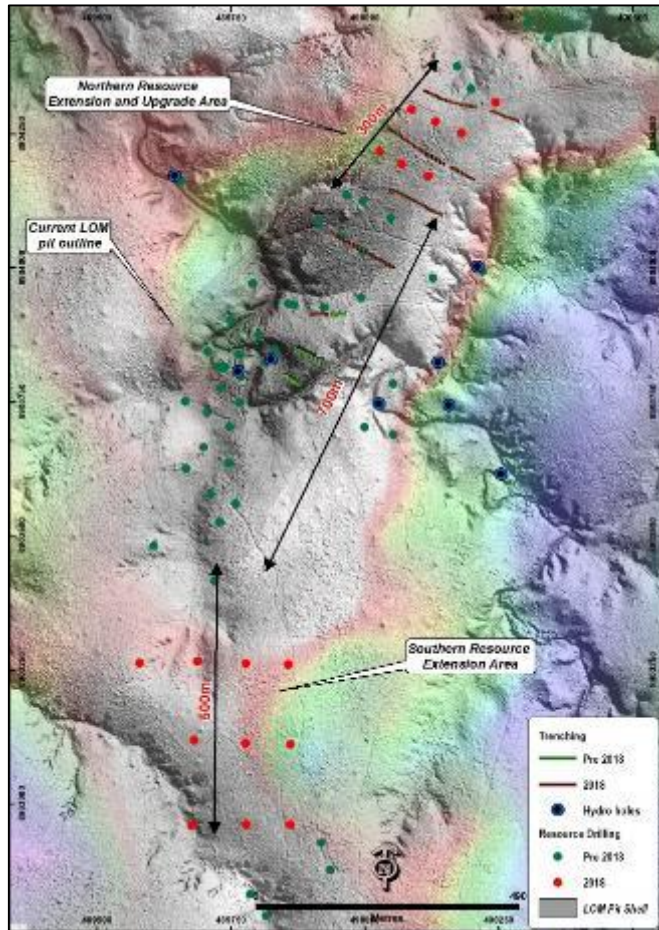
Once funded it's in management's hands to make it happen on time and on budget so as to facilitate analyst un-risked valuations of circa A\$0.49 per share.

Appendices: Exploration to Increase Grade and Life of Mine

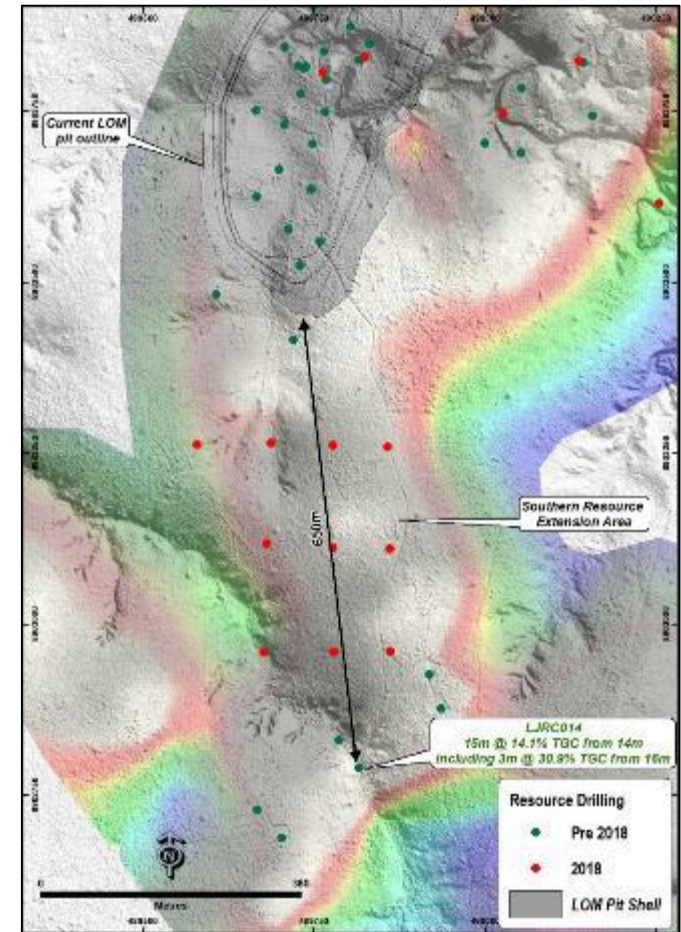


Resource Upgrade Drilling and Trenching

Resource extension and upgrade RC drilling to the North of the current pit shell

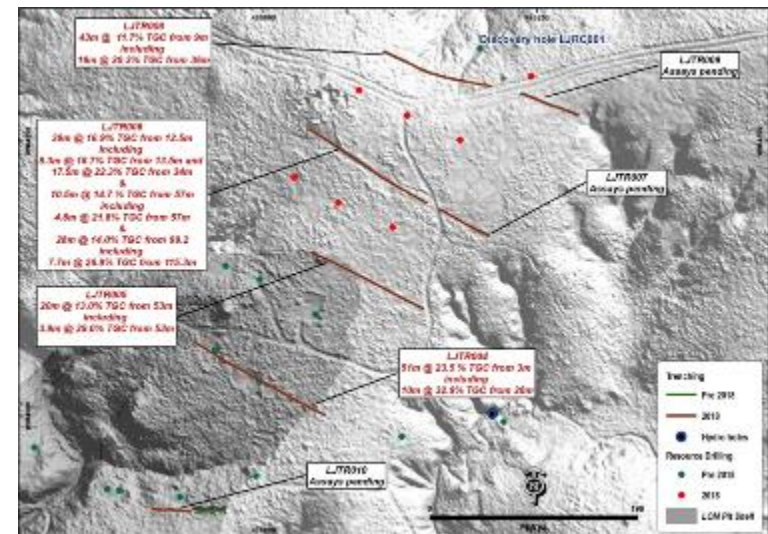
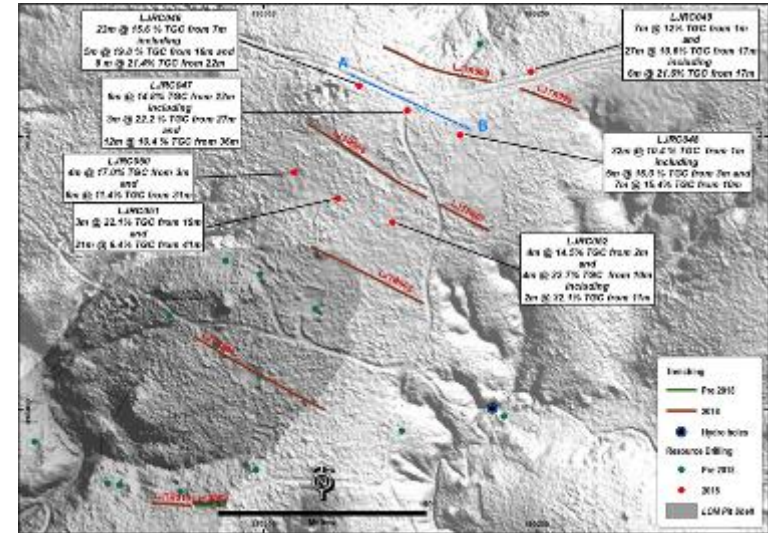


Resource extension and upgrade RC drilling and trenching to the South of current pit shell



Resource Upgrade Drilling and Trenching

- A total of 7 RC holes for 490m were drilled and 7 trenches for 654m were excavated as part of a resource upgrade program over the northern section of the Inferred resource.
- Although closer to the plant, this portion of the Mineral Resource did not form part of the current mine plan (Ore Reserve) due to access restrictions at the time of the 2016 drilling campaign.
- From the onset of the trenching campaign it was clear that the very high-grade zones intersected in previous drilling and trenching campaigns continue for at least another 300m to the northeast and remain open along strike to the north.
- Furthermore, the high-grade zones (>20% TGC) which are visually distinct are very predictable in their tenure and were intersected through both the drilling and trenches in very close proximity to the “predictive mineralisation model” used for drill planning.
- The significance of this is that it will simplify mine planning and operations and provide potential expansion options once mining commences on site.
- Trenching was important as it was proof of concept that:
 - The mineralised zones extend to surface;
 - Modelled widths of mineralisation were indeed correct; and
 - Stripping in what is envisaged to be the first 3 to 5 years of mining will be minimal.



JORC 2012 Reserves & Resources



- Mineral Resource:** 41.8Mt at an estimated grade of 10.8% TGC. Contains a super high grade core of 4.7 million tonnes (Mt) at 22.8% TGC for 1.1Mt of contained graphite.
- Ore Reserve (Highest grade in Tanzania):** The Proven and Probable Ore Reserve of 5.5Mt at 17.9% TGC is based on 42% of the Measured and Indicated Resource only with the mining plan utilising high grade (>17% TGC) plant feed in the first three years and +17% TGC over the Life of Mine (LOM).

| Category | Tonnes (million) | TGC % | TGC (t) |
|--------------------------------|------------------|-------------|------------------|
| Proven Ore Reserves | 2.5 | 19.3 | 489,000 |
| Probable Ore Reserves | 3.0 | 16.7 | 498,000 |
| Total Ore Reserves | 5.5 | 17.9 | 987,000 |
| Category | Tonnes (million) | TGC % | TGC (t) |
| Measured | 6.5 | 12.1 | 781,800 |
| Indicated | 8.4 | 10.5 | 887,300 |
| Inferred | 26.9 | 10.5 | 2,837,600 |
| Total Mineral Resources | 41.8 | 10.8 | 4,506,700 |



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