

ASX ANNOUNCEMENT

LINDI JUMBO PROJECT - GEOLOGY

Diamond drilling commences at Lindi Jumbo Graphite

Highlights

14 October 2015

- Metallurgical diamond drill commences with 200m core drilling on site
- Further 200m of RC drilling to prepare
- Dependent on assay results, the additional drilling is intended to enable a maiden resource to be calculated
- Some holes are twinned holes with existing RC and some are positioned to provide further structural information
- Initial exploration target of potential 8m tonnes of graphite ore within the Gilbert ARC anticlinal structure

Overview

Perth-based African-focussed junior explorer Walkabout Resources (ASX:WKT) is pleased to report that diamond core drilling for metallurgical test work purposes has commenced at the Lindi Jumbo project in south eastern Tanzania. Furthermore, the Company plans undertaking a modest further RC drilling program to ensure adequate coverage, on strike and dip, to define a maiden reportable resource at the project.

Drilling by Tanzanian Company, Kuchimba Tanzania, has been specified for 200m diamond core drilling with a hole diameter of HQ and to a maximum depth of 100m with a further 200 metres of RC drilling to determine both strike and dip extensions to the existing holes within the Gilbert ARC area of interest.

Maiden drilling at the Lindi Jumbo graphite project has revealed extensive, near surface visually classified massive graphite along with multiple wide intersections of graphitic schists and gneisses. The drilling has confirmed the presence of multiple, wide, near surface graphite layers along the shallow dipping flanks of antiforms and synforms in the project area.

Allan Mulligan, Managing Director of Walkabout commented, *"We are absolutely determined to rapidly define a working resource at the Gilbert Arc. This limited extension to the drill program will enable us to complete first order studies and put in place the initial work programme for regulatory environmental approval and mining licence application."*

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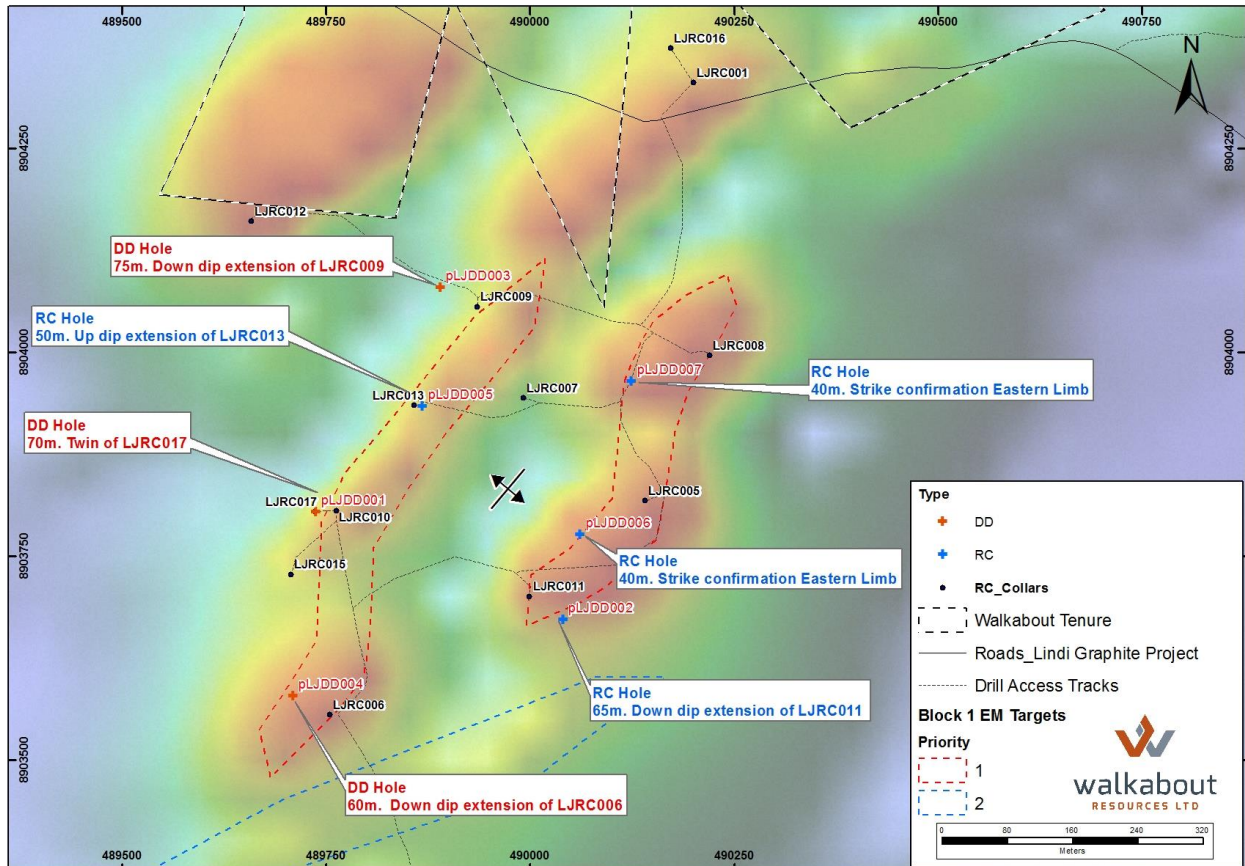


Figure 1: Planned DD holes and extra RC holes within the Gilbert Arc anticlinal structure.

Drilling Report

A 200m Diamond Drilling Program has commenced at Walkabout's Lindi Jumbo Graphite Project in south eastern Tanzania. Drilling is focused around the Gilberts Arc area with the aim of:

- producing enough core which is representative of the orebody along strike for metallurgical testwork;
- the twinning of some RC holes for confirmation and quality control of the RC assay results and provision of co-incident metallurgical sample material;
- gathering of geotechnical data for structural interpretation and mine planning purposes and;
- the confirmation of and down-dip extension of known mineralized graphite zones.

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Photo 1: Diamond drilling at Lindi Jumbo graphite project DD hole number LJDD001

Hole No. LJDD001 is a down-dip twin of hole number LJRC017, which intersected 16m of massive graphite with visible flakes from 15m. The western limb of the Gilbert Arc appears to host wide intersections of massive graphite from shallow depths. Five of six holes on the western limb returned massive graphite in excess of 15m wide from shallow depths. (see release ASX 05 Oct 2015)

Lindi Jumbo Graphite Project

Walkabout intends to fast track the exploration at Lindi Jumbo to validate the deposit, graphite grade, concentrate product grade and flake size distribution. These results will enable the early introduction of an end-user market partner to secure product off-take and clarify operational right-sizing.

A small, high grade and functional Resource of between 5 to 10 million tonnes will be adequate to plan a first stage modular mining operation and initiate partnership discussions with an end-user group.

Details of Walkabout Resources' other projects are available at the Company's website, www.wkt.com.au

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For further information contact: Allan Mulligan – Managing Director
+61 8 6298 7500 (T) allanm@wkt.com.au