

## ASX ANNOUNCEMENT

20 June 2016

### **PLACEMENT TO RAISE \$1,29M CLOSURES OVERSUBSCRIBED**

The Company is pleased to announce that an offer of 258,424,471 fully paid ordinary shares (**Shares**) at an issue price of \$0.005 to raise \$1,292,122 (before costs) has been made to shareholders, sophisticated and professional investors (**Offer**). The Offer has been oversubscribed and the Company is currently undertaking a scale back.

Funds raised from the Offer will be used in a 1,500m drill campaign at the Company's 70% held Lindi Jumbo Graphite Project in south-eastern Tanzania. The Company has delineated an JORC 2012 Inferred Resource at the Project and has completed a Level 1 Mine Design Study based on the Inferred Resource.

The drilling campaign, to commence during July, will allow the Company to;

- Infill drill the Resource,
- Upgrade the Resource,
- Extend the Resource,
- Collect hydrological data for studies,
- Collect geotechnical data for mine design,
- Conduct a detailed land survey,
- Collect fresh core for metallurgical test work and,
- Finalise discussions with local stakeholders in line with statutory requirements.

All these issues will allow the Company to finalise its Environmental Impact Assessment, finalise the Mining Licence Application and upgrade the Level 1 Mine Design Study to the level of Full Feasibility.

Managing Director of Walkabout, Allan Mulligan commented on the response to the Offer; *"We are delighted at the strong response to our placement. We believe momentum and market understanding of our right-sized, low risk strategy is growing."*

The Shares under the Offer will be issued out of the Company's 15% placement capacity in accordance with ASX Listing Rule 7.1.

Kim France

Company Secretary