

ASX ANNOUNCEMENT

Lindi Jumbo Graphite Project Update

09 August 2016

Perth based African focussed energy minerals developer Walkabout Resources Ltd (ASX:WKT) is pleased to provide an update of on-site activities at its 70% held Lindi Jumbo Graphite Project in south-eastern Tanzania.

Project Activities Update

A 2012 JORC Inferred Resource has been published for the Lindi Jumbo Graphite Project. (See ASX announcement 19 January 2016). Resource infill drilling has now been completed with multiple wide intersections of coarse, high grade graphite being recorded and the operations have also been visited by the independent resource consultant. Resource drilling has been directed to facilitate the gathering of infill information for upgrade purposes as well as extension information for increasing the size of the resource model.

An extensive trenching campaign across several areas of outcrop has been completed and sampled. These samples will improve knowledge relating to the resource upgrade and establishment of an optimised mining depletion plan.

Managing Director of Walkabout Resources, Allan Mulligan commented; ***“We have been on site for the entire resource infill and extension drilling program and we find the orebody is continuous and fits well with the existing mineralisation model. The high grade zones are visually distinct and extensive and we look forward to receiving the assay results and subsequent resource upgrade.”***

Site Based Activity	Completed
Resource Infill Drilling	Yes
Resource Extension Drilling	Yes
Geotechnical Drilling	Yes
Hydrology Drilling	In Progress
Visit to Site by consulting professionals	Yes
Flying of Lidar Survey	Yes
Condemnation Drilling	Yes
On-site Negotiations with Local Stakeholders	Yes
Trenching Campaign for Improved Technical Information	Yes
Core Recovery for Metallurgical Test Work	Yes

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Geotechnical drilling for the gathering of data relating to the siting of the Tailings Storage Facility, Waste Rock Dump and selected other infrastructure installations has been completed and samples are being despatched to a Dar es Salaam based geotechnical laboratory for testing. Alternate geotechnical drilling within the proposed pit shell which will facilitate the establishment of detailed mine design parameters has also been completed.

Hydrology drilling for the purposes of completing a water balance and collecting data related to ground water and aquifer depths and quantities is being finalised during the week commencing 8 August 2016. Water-quality monitoring bores have been located and completed in accordance with the environmental management plan and as directed by the professional hydrologist.

Condemnation drilling (in search for unknown areas of high grade graphite) has been completed on selected infrastructure sites such as the Tailings Storage Facility and Waste Rock Dump sites.

The visit to site by five various technical consulting professionals has concluded allowing them to direct and observe site activities for further planning and study purposes.

The airborne Lidar Survey has been flown with results pending. This survey will provide highly accurate topographical information for mine planning purposes. Work has also commenced on the regional geology program although this is expected to take some months to completion.



Images 1 and 2: Photos of high grade, Jumbo flake graphite from the latest drilling campaign at Lindi Jumbo Graphite Project

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Image 3: The Lindi Jumbo operating base at Ruangwa, south-eastern Tanzania



Image 4: Visiting professional consultants



Image 5: Drilling at Lindi Jumbo site

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Inferred Resource at Lindi Jumbo Graphite Project

The Company has previously published a JORC 2012 Inferred Resource at its 70% owned Lindi Jumbo Graphite Project. Although the Company is presently completing further resource drilling at site, no changes have yet been made to the Inferred Resource published January 19, 2016.

Category	Domain	Tonnes (millions)	TGC (%)	V ₂ O ₅ (%)	Contained TGC (t)	Contained V ₂ O ₅ (t)
Inferred	1	6.9	8.9	0.19	611,000	13,000
Inferred	2¹	2.6	20.6	0.20	526,500	5,200
Inferred	3	2.2	11.7	0.19	258,500	4,300
Inferred	4 ²	3.7	3.9	0.04	146,000	1,600
Inferred	ALL	15.3	10.1	0.16	1,542,000	24,100
Inferred	Excluding Domain 4	11.7	11.9	0.19	1,396,000	22,500

¹ High grade core enveloped by Domain 1

² Low grade domain (eastern flank of The Gilbert Arc)

Note: Appropriate rounding applied

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Competent Persons Statement

The information in this report that relates to Exploration Results and Exploration Targets 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.

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The information in this report that relates to Mineral Resources is based on and fairly represents information compiled by Mr Lauritz Barnes, (Consultant with Trepanier Pty Ltd) and Mr Andrew Cunningham (Director of Walkabout Resources Limited). Mr Barnes and Mr Cunningham are members of the Australian Institute of Geoscientists and have 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. Specifically, Mr Cunningham is the Competent Person for the database, geological model and completed the site inspection. Mr Barnes is the Competent Person for the resource estimation. Mr Barnes and Mr Cunningham consent to the inclusion in this report of the matters based on their information in the form and context in which they appear.