

WALKABOUT RESOURCES LTD
ACN 119 670 370

Interim Financial Report
31 December 2014

WALKABOUT RESOURCES LTD
ACN 119 670 370

INTERIM FINANCIAL REPORT
For the Half Year Ended 31 December 2014

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COMPANY DIRECTORY

DIRECTORS

Mr Allan Mulligan
(Managing Director)

Mr Geoffrey Wallace
(Executive Director)

Mr Peter Batten
(Non-Executive Director)

COMPANY SECRETARY

Mr Geoffrey Wallace

REGISTERED OFFICE

Level 3, 681 Murray Street
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admin@Walkabout.com.au

AUDITORS

HLB Mann Judd
Level 4, 130 Stirling Street
PERTH WA 6000

SHARE REGISTRAR

Security Transfer Registrars Pty Ltd
770 Canning Highway
APPLECROSS WA 6153
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SECURITIES EXCHANGE LISTING

Australian Securities Exchange
(Home Exchange: Perth, Western Australia)
Code: WKT

**WALKABOUT RESOURCES LTD
ACN 119 670 370**

INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

Your directors submit the financial report of the consolidated entity for the half year ended 31 December 2014. In order to comply with the provisions of the Corporations Act 2001, the directors report is as follows:

DIRECTORS

The names of Directors who held office during or since the end of the half year and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated.

Allan Mulligan	Managing Director
Geoffrey Wallace	Executive Director and Company Secretary
Peter Batten	Non-Executive Director

RESULTS

The loss after tax for the period ended 31 December 2014 was \$851,257 (2013:\$577,074).

REVIEW OF OPERATIONS

BOTSWANA

Takatokwane Thermal Coal Project

The Company announced the results of a technical scoping study finalised as part of the ongoing Pre-Feasibility Study (PFS) over the 7 billion tonne 2004 JORC Inferred Resource Takatokwane Thermal Coal Project in Botswana. The mine design has focussed on the Target Mining Area where 748 million tonnes have been classified under 2004 JORC Indicated resource.

The conceptual operation at Takatokwane Mine contemplates two open-cut strip mines employing drag line machinery each mining some 6 million tonnes per annum of coal. Some of this product will be upgraded through a modular two stage washing plant with three products delivered for despatch. These are an international seaborne coal product at a calorific value (CV) grade of 5,500 Kcal/kg, a mid-range product at around 4,800 Kcal/kg and a power station feed of 4,200 Kcal/kg.

The mid-range and power station feed products are well suited to international and Southern African coal power producing infrastructure while the higher grade product is representative of an international seaborne thermal coal market which is rapidly adapting to a volatile supply dynamic.

**WALKABOUT RESOURCES LTD
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INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

Table 1: Scoping Study Indicators – Base case

TAKATOKWANE THERMAL COAL PROJECT TECHNICAL SCOPING STUDY				
Base Case 12/14				
Life of Mine Averages and Totals		Sales Product 1	Sales Product 2	Sales Product 3
ROM Production	t per yr	12,000,000		
Sales Tonnage	t per yr	2,520,000	1,860,000	6,000,000
Price Received	US\$/t	90	70	60
Coal Calorific Value	Kcal/kg	5,500	4,800	4,200
Cost on Mine	US\$/t	16.84	15.64	12.94
Cost Delivered to FOB Station	US\$/t	57.84	56.64	43.02
Start Up Capital	US\$	766,998,418		
Life of Mine Capital + Contingency	35%	1,378,477,800		
Royalties on Gross	%	3		
NPV	US\$	852,165,095		
IRR	%	13.8%		

The study has opted for a 12 million tonnes per annum (mt/a) production rate but this can be significantly up-scaled in modular extensions. The study also considers the ability of the project, by virtue of its location being adjacent to the TKR rail line, to move coal product both to the west to Walvis Bay and also southwards to South Africa.

The Mining Study considers only the mining of wide seam 2 Upper and Lower and the overall stripping ratio is deemed to be 4.09 over the 20 year life of mine.

The principal activities completed as part of the Technical Scoping Study included:

- Resource modelling by Optiro and Analytica Pty Ltd,
- Water management study by Wellfield Consulting Services Pty Ltd of Botswana,
- Environmental management by Ecosurv Environmental Consultants (Pty) Ltd,
- Logistics and Transport by Bergstan (Pty) Ltd of Botswana,
- Coal washing, Mining and Engineering by B&K Project Specialists;
- Overall project management by Walkabout Resources Ltd.

The development of the Takatokwane Thermal Coal Project remains dependant on the construction of suitable rail infrastructure to move the coal product.

Currently, the Coal Development Unit of Botswana is managing the Feasibility Study of the TKR rail project and this project is expected to be completed by 2019/2020. The Takatokwane coal project is a key input to the viability of the TKR.

The company controls 67% of the Takatokwane Coal Project through two Joint Ventures with Botswana based companies.

**WALKABOUT RESOURCES LTD
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HALF-YEAR FINANCIAL REPORT

DIRECTORS' REPORT

TANZANIA

Kigoma Copper Project

At the highly prospective Kigoma Copper Project, five areas have been targeted for ground geophysical surveys to provide drilling targets. Budgets and project plans have been sought from service providers. The cost will range between \$100,000 and \$150,000 for a survey of four or five of these areas. The company is seeking funding to undertake this work.

Lindi Graphite Project

The Company is pursuing the JV investment in the project and negotiations to finalise a Memorandum of Understanding are continuing.

EVENTS SUBSEQUENT TO REPORTING DATE

Share Placement

On 4 February 2015 the Company announced it will seek shareholder approval for the issue of 198,000,000 Shares at an issue price of \$0.005 per Share to Sigur Minerals Inc to raise \$990,000. This represents a percentage holding after the Placement of 19.86%.

Sigur will advance \$150,000 to the Company as an interest free loan which will convert to Shares and form part of the Share Subscription. In the event that Shareholder Approval is not obtained the Loan will be repayable to the Investor within 30 days of the date of termination. Immediately after the transaction has closed and upon shareholder approval, Sigur will have the right to appoint one Non-Executive Director to the Board of the Company.

In addition to the placement, the Company will be offering a non-renounceable rights issue to shareholders of 1 Share for every 5 Shares held at the same price as the placement, \$0.005c to raise approximately \$1,000,000 before costs. Sigur Minerals has indicated that it will exercise all its rights in terms of the Rights Issue and has also agreed to underwrite the issue to a further amount of \$512,000.

AUDITOR'S INDEPENDENCE DECLARATION

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the company with an Independence Declaration in relation to the review of the half-year financial report. This Independence Declaration is set out on page 6 and forms part of this directors' report for the half-year ended 31 December 2014.

**WALKABOUT RESOURCES LTD
ACN 119 670 370**

INTERIM FINANCIAL REPORT

DIRECTORS' REPORT

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3) of the Corporations Act 2001.

A handwritten signature in black ink, appearing to read 'G. Wallace', written in a cursive style.

Geoffrey Wallace
Executive Director

Dated this 16th day of March 2015

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Walkabout Resources Limited for the half-year ended 31 December 2014, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- a) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b) any applicable code of professional conduct in relation to the review.

Perth, Western Australia
16 March 2015



D I Buckley
Partner

WALKABOUT RESOURCES LTD
ACN 119 670 370

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
For the Half Year ended 31 December 2014

	Note	31 December 2014 \$	31 December 2013 \$
Revenue	2	1,695	11,766
Administration expenses		(68,741)	(19,925)
Wages and directors fees		(164,810)	(100,390)
Occupancy costs		(70,701)	(65,391)
Legal and compliance		(71,849)	(64,229)
Professional fees		(48,299)	(63,424)
Deferred exploration expenditure written off	3	(428,552)	(263,245)
Loss on disposal		-	(12,236)
Loss before income tax		(851,257)	(577,074)
Income tax expense		-	-
Loss after tax from continuing operations		(851,257)	(577,074)
Loss after tax from discontinued operation		-	-
Net loss for the period		(851,257)	(577,074)
Other comprehensive income			
<i>Items that may be reclassified to profit and loss</i>			
Exchange differences on translation of foreign operations		279,535	(5,820)
Other comprehensive loss for the period net of tax		279,535	(5,820)
Total comprehensive loss for period		(571,722)	(582,894)
Basic loss per share from continuing operations (cents)		(0.11)	(0.085)

The accompanying notes form part of these financial statements.

WALKABOUT RESOURCES LTD
ACN 119 670 370

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As at 31 December 2014

	Note	31 December 2014 \$	30 June 2014 \$
Assets			
Current assets			
Cash and cash equivalents		76,707	420,556
Trade and other receivables		8,882	36,589
Total current assets		85,589	457,145
Non-current assets			
Trade and other receivables		35,742	35,742
Property, plant and equipment		40,698	53,819
Deferred exploration and evaluation expenditure	3	11,905,193	11,963,148
Total non-current assets		11,981,633	12,052,709
Total assets		12,067,222	12,509,854
Liabilities			
Current liabilities			
Trade and other payables		312,908	200,621
Provisions		50,735	33,932
Total current liabilities		363,643	234,553
Total liabilities		363,643	234,553
Net assets		11,703,579	12,275,301
Equity			
Issued capital	4	47,052,059	47,052,059
Reserves		51,498	(228,037)
Accumulated losses		(35,399,978)	(34,548,721)
Total equity		11,703,579	12,275,301

The accompanying notes form part of these financial statements.

WALKABOUT RESOURCES LTD
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the Half-Year Ended 31 December 2014

	Issued Capital	Accumulated Losses	Options Reserve	Foreign Currency Reserve	Total Equity
	\$	\$	\$	\$	\$
Balance at 1 July 2013	46,147,459	(33,221,407)	211,620	7,357	13,145,029
Loss for the period	-	(577,074)	-	-	(577,074)
Exchange differences arising on translation of foreign operations	-	-	-	(5,820)	(5,820)
Total comprehensive loss for the period	-	(577,074)	-	(5,820)	(582,894)
Shares issued during the year	397,000				397,000
Transfer of expired options reserve	-	211,620	(211,620)		-
Balance at 31 December 2013	46,544,459	(33,586,861)	-	1,537	12,959,135
Balance at 1 July 2014	47,052,059	(34,548,721)	-	(228,037)	12,275,301
Loss for the period	-	(851,257)	-	-	(851,257)
Exchange differences arising on translation of foreign operations	-	-	-	279,535	279,535
Total comprehensive loss for the period	-	(851,257)	-	279,535	(571,722)
Balance at 31 December 2014	47,052,059	(35,399,978)	-	51,498	11,703,579

The accompanying notes form part of these financial statements.

WALKABOUT RESOURCES LTD
ACN 119 670 370

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For the Half-Year Ended 31 December 2014

	31 December 2014	31 December 2013
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(208,938)	(381,139)
Interest received	1,695	11,766
Net cash flows used in operating activities	(207,243)	(369,373)
Cash flows from investing activities		
Proceeds from disposal of property, plant & equipment	-	11,504
Payments for exploration and evaluation	(138,959)	(1,291,599)
Refunds of security bonds	-	20,000
Net cash flows used in investing activities	(138,959)	(1,260,095)
Cash flows from financing activities		
Proceeds from the issue of shares	-	347,000
Net cash flows from financing activities	-	347,000
Net decrease in cash and cash equivalents	(346,202)	(1,282,468)
Cash and cash equivalents at the beginning of the period	420,556	1,765,075
Effect of foreign currency on cash balances	2,353	
Cash and cash equivalents at the end of the period	76,707	482,607

The accompanying notes form part of these financial statements.

WALKABOUT RESOURCES LTD
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
For the Half-Year Ended 31 December 2014

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

These interim consolidated financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134: Interim Financial Reporting, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

The condensed half-year report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial report.

It is recommended that this half-year report be read in conjunction with the annual financial report for the year ended 30 June 2014 and any public announcements made by Walkabout Resources Ltd and its subsidiaries during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and ASX Listing Rules.

Basis of preparation

The half-year report has been prepared on a historical cost basis. Cost is based on the fair value of the consideration given in exchange for assets. The company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the half-year report, the half-year has been treated as a discrete reporting period.

The accounting policies and method of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Significant accounting judgements and key estimates

The preparation of half-year report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this half-year report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2014.

Adoption of new and revised Accounting Standards

In the half-year ended 31 December 2014, the Directors have reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to the Group operations and effective for annual reporting periods beginning on or after 1 July 2014.

It has been determined by the Directors that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on the Group's business and, therefore, no change is necessary to Group accounting policies.

The Directors have also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2014. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change necessary to Group accounting policies.

WALKABOUT RESOURCES LTD
ACN 119 670 370

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2014

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Going Concern

The Group is involved in the exploration and evaluation of mineral tenements. Further expenditure will be required upon these tenements to ascertain whether they contain economically recoverable reserves.

For the half-year ended 31 December 2014, the Group recorded a net loss of \$ \$851,257 and had a net cash outflow from operating and investing activities of \$346,202. At balance date the Group had available cash of \$76,707. The Group also has exploration commitments in respect to its tenements, some of which may be deferred beyond twelve months, however in order to fully implement its exploration strategy, the Group will require additional funds.

The Board, having carefully assessed the uncertainties relating to the likelihood of securing additional funding, the Group's ability to effectively manage their expenditures and cash flows from operations and the opportunity to farm out participating interests in existing tenements, the Directors believe that the Group will continue to operate as a going concern for the foreseeable future. Therefore the Directors consider it appropriate to prepare the financial report on a going concern basis, which assumes the commercial realisation of the future potential of the Company's and Group's assets and the discharge of their liabilities in the normal course of business.

Furthermore, as announced on 4 February 2015 the company will undertake a share placement to Sigur Minerals Inc. and a non-renounceable rights issue to shareholders (Refer Note 7).

Should additional funding be unable to be obtained, the Directors are confident that the Company can remain a going concern by the further reduction of various operating expenditure or deferral of exploration, however, these circumstances indicate the existence of a material uncertainty which may cast significant doubt on the Company's ability to continue as a going concern.

2. LOSS BEFORE INCOME TAX EXPENSE

	31 December 2014	31 December 2013
	\$	\$
The following revenue and expense items are relevant in explaining the financial performance for the half-year:		
Interest revenue	1,695	11,766
Deferred exploration expenditure written off	428,552	263,245

3. DEFERRED EXPLORATION AND EVALUATION EXPENDITURE

	SIX MONTHS TO 31 December 2014	YEAR TO 30 June 2014
	\$	\$
Costs carried forward in respect of areas of interest in the following phases	11,905,193	11,963,148
Exploration and evaluation phase – at cost		
Balance at beginning of period	11,963,148	11,364,276
Acquisition costs	-	50,000
Expenditure incurred	109,773	1,482,215
Foreign currency translation effect	260,824	(189,591)
Expenditure written off (i)	(428,552)	(743,752)
Balance at end of period	11,905,193	11,963,148

WALKABOUT RESOURCES LTD
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2014

3. DEFERRED EXPLORATION AND EVALUATION EXPENDITURE (CONTINUED)

(i) Following a review of the results to date, amounts capitalised in respect of several of the Group's areas of interest were determined to be impaired and have been written off.

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases is dependent on the successful development and commercial exploitation or sale of the respective areas.

4. ISSUED CAPITAL

	31 December 2014 \$	30 June 2014 \$
Ordinary Shares		
798,978,489 (30 June 2014: 798,978,489) issued and fully paid.	47,052,059	47,052,059

	SIX MONTHS TO 31 December 2014 Number	YEAR TO 30 June 2014 Number	SIX MONTHS TO 31 December 2014 \$	YEAR TO 30 June 2014 \$
Movements in ordinary shares on issue				
At start of period	798,978,489	666,815,802	47,052,059	46,147,459
Shares issued –placement	-	90,000,000	-	507,600
Shares issued – share purchase plan	-	34,700,000	-	347,000
Shares issued for tenement acquisition	-	7,462,687	-	50,000
At end of period	798,978,489	798,978,489	47,052,059	47,052,059

5. SEGMENTAL REPORTING

Operating Segments by business activity

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of directors in assessing performance and determining the allocation of resources.

Segment Information

The following tables presents revenue and results information regarding segment information provided to the Board of Directors for the half year periods ended 31 December 2014 and 31 December 2013.

WALKABOUT RESOURCES LTD
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2014

5. SEGMENTAL REPORTING (CONTINUED)

	Corporate	Coal	Gold Exploration	Copper	Total
31 December 2014	\$	\$	\$		\$
Segment revenue	1,695	-	-	-	1,695
Segment result	(379,293)	(41,221)	-	(430,743)	(851,257)
Included with segment results:					
Depreciation	13,121	-	-	-	13,121
Interest revenue	1,695	-	-	-	1,695
Segment assets	2,030,883	9,293,915	-	745,424	12,067,222
Segment liabilities	240,607	28,159	-	94,877	363,643
31 December 2013					
Segment revenue	11,766	-	-	-	11,766
Segment result	(401,384)	(174,980)	(710)	-	(577,074)
Included with segment results:					
Depreciation	13,204	-	-	-	13,204
Interest revenue	11,766	-	-	-	11,766
Segment assets	2,295,673	9,586,038	-	1,353,988	13,235,699
Segment liabilities	94,936	46,509	-	135,119	276,564

WALKABOUT RESOURCES LTD
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NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)
For the Half-Year Ended 31 December 2014

6. OPTIONS

	SIX MONTHS 31 December 2014 Number	YEAR TO 30 June 2014 Number
	-	-
	Number	Number
Movements in options on issue		
At the start of the period	-	20,637,650
Granted	-	-
Expired	-	(20,637,650)
Exercised	-	-
At the end of the report	-	-

7. EVENTS SUBSEQUENT TO REPORTING DATE

Share Placement

On 4 February 2015 the Company announced it will seek shareholder approval for the issue of 198,000,000 Shares at an issue price of \$0.005 per Share to Sigur Minerals Inc to raise \$990,000. This represents a percentage holding after the Placement of 19.86%.

Sigur will advance \$150,000 to the Company as an interest free loan which will convert to Shares and form part of the Share Subscription. In the event that Shareholder Approval is not obtained the Loan will be repayable to the Investor within 30 days of the date of termination. Immediately after the transaction has closed and upon shareholder approval, Sigur will have the right to appoint one Non-Executive Director to the Board of the Company.

In addition to the placement, the Company will be offering a non-renounceable rights issue to shareholders of 1 Share for every 5 Shares held at the same price as the placement, \$0.005c to raise approximately \$1,000,000 before costs. Sigur Minerals has indicated that it will exercise all its rights in terms of the Rights Issue and has also agreed to underwrite the issue to a further amount of \$512,000.

8. COMMITMENTS AND CONTINGENT LIABILITIES

There has been no change in commitments or contingent liabilities since the last annual reporting date.

9. FAIR VALUE MEASUREMENT

The Directors consider that the carrying amount of the financial assets and financial liabilities that are recognised in the condensed consolidated financial statements approximate their fair values.

**WALKABOUT RESOURCES LTD
ACN 119 670 370**

DIRECTORS' DECLARATION

For the Half Year Ended 31 December 2014

The Directors of the Company declare that:

1. The financial statements and notes, as set out on pages 7 to 15 are in accordance with the Corporations Act 2001, including:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the consolidated entity's financial position as at 31 December 2014 and its performance for the half-year ended on that date.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.



Geoffrey Wallace
Executive Director

Dated this 16th day of March 2015

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Walkabout Resources Limited

Report on the Condensed Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Walkabout Resources Limited ("the company") which comprises the condensed consolidated statement of financial position as at 31 December 2014, the condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

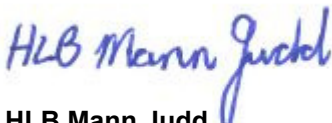
Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Walkabout Resources Limited is not in accordance with the *Corporations Act 2001* including:

- a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Emphasis of matter

Without qualifying our conclusion, we draw attention to Note 1 to the half-year financial report which indicates that in order to continue as a going concern, the Group is dependent on obtaining additional funding. If the Group is unable to obtain sufficient additional funding, there exists a material uncertainty that may cast significant doubt over whether the Group will be able to continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business.



HLB Mann Judd
Chartered Accountants



D I Buckley
Partner

Perth, Western Australia
16 March 2015