

## ASX ANNOUNCEMENT

# September 2013 Quarterly Activities Report

31 October 2013

## Highlights

- **Kigoma Copper reconnaissance drilling delineates fresh targets**
- **Takatokwane Coal logistics and transport study under way**
- **Off-Take Partnership Memorandum of Agreement for Takatokwane Coal announced after the quarter**
- **Share Purchase Plan to raise up to \$2m for exploration**

## Exploration and Project Update

Perth based African focussed explorer Walkabout Resources Ltd (ASX:WKT) is pleased to report its activities in Botswana and Tanzania for the September 2013 quarter.

### Takatokwane Coal, Botswana

At the 6.88 billion tonne (JORC Inferred Resource) Takatokwane Coal Project, the Pre-Feasibility study for the Takatokwane starter-mine is progressing within budget and on schedule.

During the quarter, the Transport Options and Logistics package was awarded to Botswana engineering consultancy, Bergstan Pty Ltd. This is a critical package which assesses options for dry coal delivery to some eight potential market destinations and examines the associated haul costs.

After the quarter closed, Walkabout announced a material agreement to supply coal off-take on site at Takatokwane to prospective coal beneficiation and technology Group, Coalswana (Pty) Ltd. Walkabout and Coalswana intend conducting feasibility studies for using coal and middlings products at Takatokwane for conversion to syngas and liquid fuels supplying local markets. Walkabout has not conceded any rights in terms of its development options for Takatokwane.

Under the deal, Walkabout will still be free to pursue all off-site coal marketing and export options. Coalswana will fund the integrated feasibility studies to the stage of Mining

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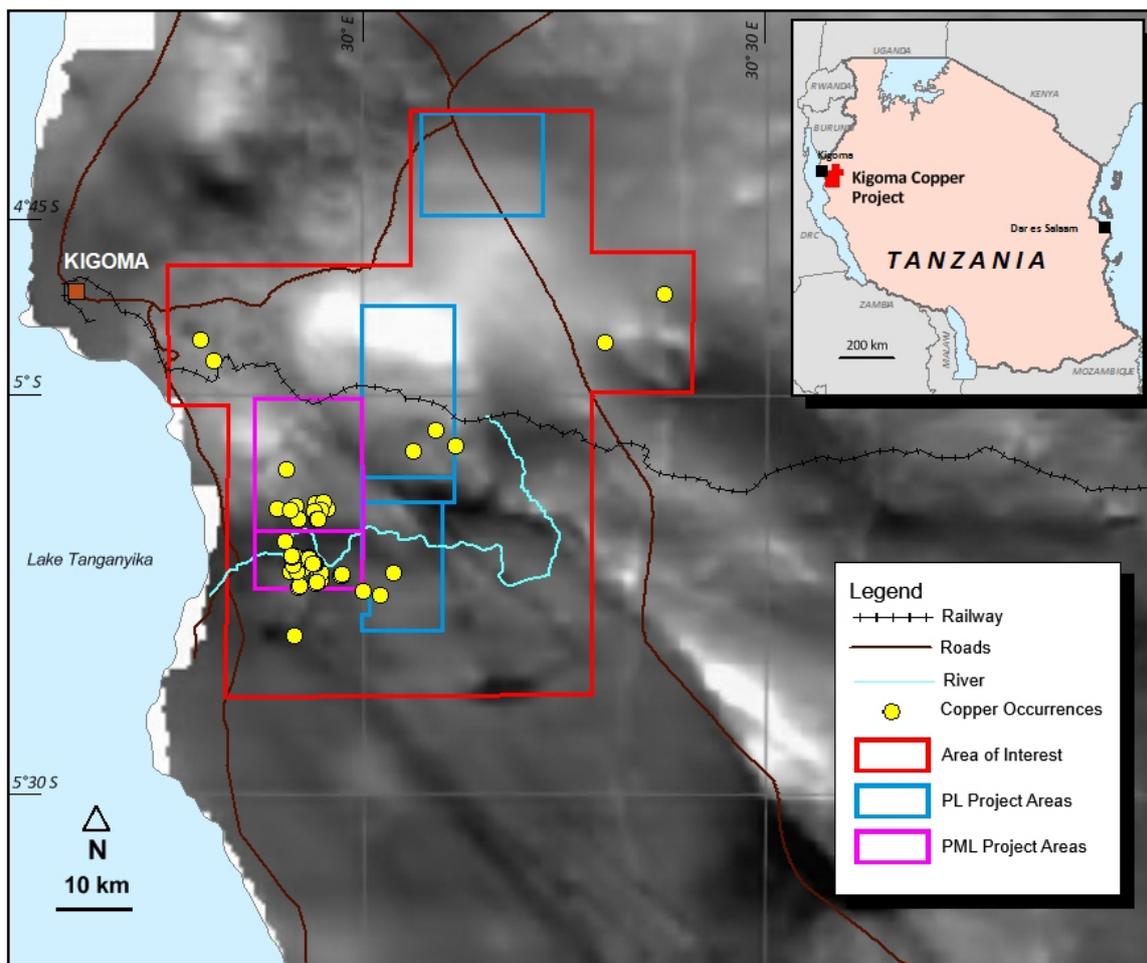
Licence Approval and its investment will be underwritten by a special convertible note triggered only under certain conditions and be valid for five years.

The agreement progresses the development of the Takatokwane Thermal Coal Project while exposing the Company to very limited downside risk.

A formal Off-Take Agreement must be executed by June 1, 2014.

### Kigoma Copper, Tanzania

During the quarter, Walkabout consolidated its holdings in the area north of the Malagarassi River and has followed up with extensive soil sampling, reconnaissance drilling, and mapping generating a number of new exploration targets.



Map 1. Location of Activities at Kigoma Copper Project

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As previously reported the Kigoma Copper Project has been subdivided into oxide and sulphide project zones.

### Kigoma Oxide Drilling Shifts Focus to Sulphides

During the quarter 20 shallow reverse circulation (RC) drillholes for a total of 1,255 metres were completed south of the Malagarassi River. The aim of the drilling was to:

- Test for lateral and depth extensions to the small artisanal diggings in the region.
- Investigate the possibility of deeper seated basalt lava flow tops, and in breccias within the Gagwe Basalts.
- Drill test a selection of soil anomalies within the area.

Drill results together with detailed mapping and close spaced soil sampling have indicated that the **oxide mineralisation** is not uniformly distributed and is largely confined to smaller, localised structures and the interface between the Ilagala Dolomites and Gagwe Basalts. As a result the exploration focus has now shifted to the Kigoma Sulphide Project which hosts numerous copper and lead occurrences associated with extensive structures within the project area.

HOLE ID	From (m)	To (m)	Intercept (m)	Pb (ppm)	Cu (ppm)	Fe%	Mn (ppm)
WRC0001	47	52	5	4	370	5.8	538
WRC0004	6	10	4	10	425	7.6	957
WRC0005	10	16	6	11	259	6.4	617
WRC0006	104	106	2	10	965	7.4	637
WRC0007	35	38	3	34	264	6.7	651
WRC0009	7	17	10	8	165	7.6	678
WRC0011	0	2	2	735	631	5.8	713
WRC0017	69	84	15	20	298	6.3	443
WRC0018	41	48	7	25	296	5.5	611
WRC0021	0	33	33	18	554	4.9	874
<i>Including 9m @ 1,623 ppm Cu from surface</i>							
WRC0023	0	13	13	34	1,116	9	661
<i>Including 5m @ 2,309 ppm Cu from 5m</i>							

Table 1. Selected drill intercepts by XRF machine from reconnaissance drilling at the Kigoma Copper Project. XRF results are not as reliable as laboratory assay results and should be used as a guide only.

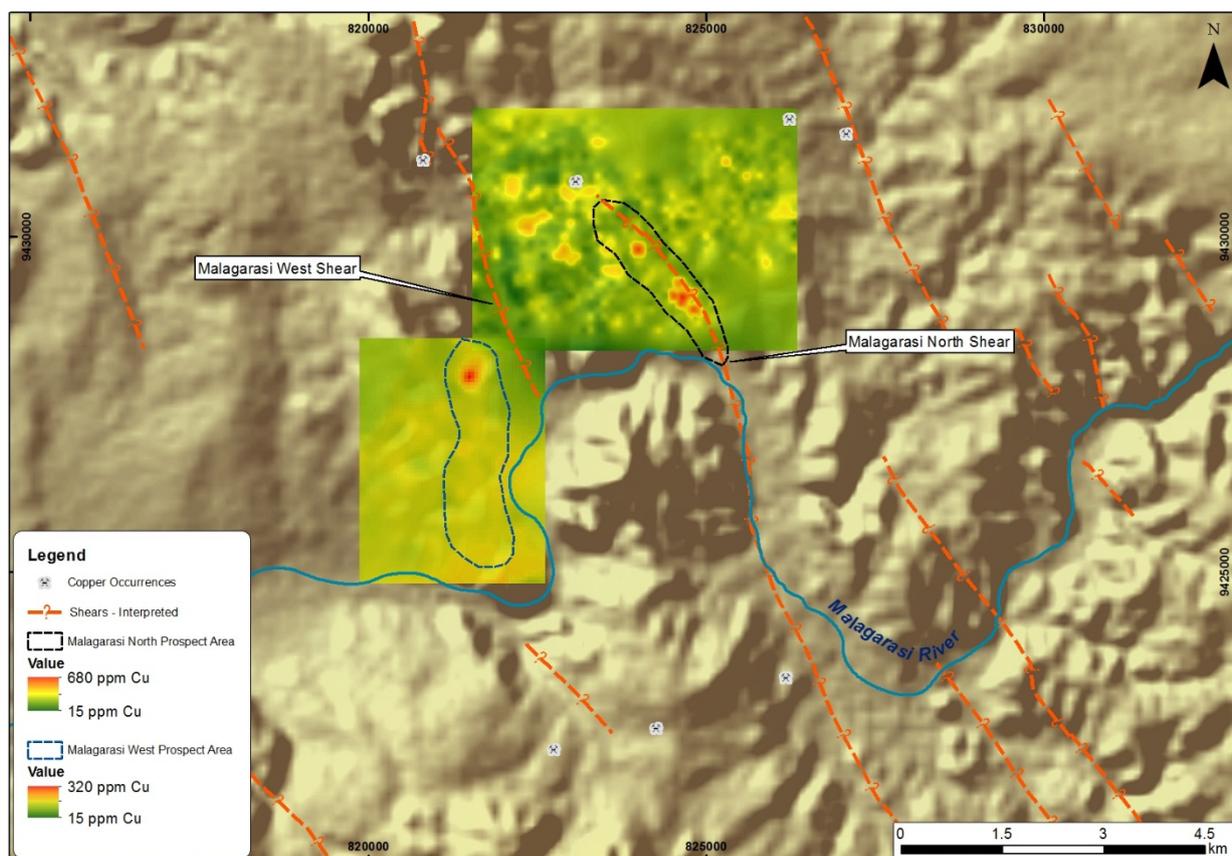
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### Kigoma Sulphide Drilling Confirms Copper with New Targets Identified

Three reconnaissance drill holes were completed for 145 metres adjacent to two small artisanal diggings on the Rusunu Shear Zone. Drilling results confirm anomalous copper results along the periphery of the zone, and further work is planned to delineate the extent and continuity of the shear within the immediate area of the diggings.

A number of priority targets were generated through systematic geological mapping, integration of the interpreted geophysical data and focussed close spaced soil sampling over selected areas. Mapping was concentrated on the dolomite/basalt contact area and soil sampling was focussed to develop possible mineralised trends within interpreted structural favourable settings.

Targets were ranked, and exploration efforts are now focussed around two targets in the central area north of the River, namely Malagarasi West and Malagarasi North (See Map 2). Access is being established and a first phase of drilling is planned at Malagarasi North before the onset of the wet season during the second quarter.



Map 2: Sulphide Project targets Malagarasi West and Malagarasi North indicating gridded soil anomalies and interpreted regional structures.

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The Company is now well placed for follow-up work on other prospects within the Kigoma Region. Recent rock chip samples from the Galena Trend within the Kigoma Sulphide Project yielded results of **16.8% Pb and 0.7% Cu** and warrants further work.

Exploration planning is underway on the recently acquired exploration permit (PL9328/2013) over a large magnetic anomaly with coincident Ni and Cu anomalies. The anomaly has previously been identified by Anmercosa Exploration Tanzania as an intrusive target and subsequent sampling in the area have identified gabbro fragments in the float.

### **Makete PGE , Tanzania**

No work was conducted at Makete PGE Project during the quarter. Previous drilling has intersected 1.67m at 26.8 g/t 2PGE+Au within 17.6m @ 4.9 g/t 2PGE+Au.

### **Other Projects**

On site reconnaissance on Walkabout's coal tenements in the Lindi area has been undertaken. Lindi is near to the deep-water port town of Mtwara in south eastern Tanzania.

Details of Walkabout Resources projects are available at the Company's website, [www.wkt.com.au](http://www.wkt.com.au)

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### **Competent Persons Statement**

The information in this report that relates to exploration results and Mineral Resources is based on information compiled by Mr. Nathan Jombwe, who is a Member of the Australasian Institute of Mining and Metallurgy and a full time employee of Walkabout Resources Ltd. Mr. Jombwe has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (The JORC Code). Mr Jombwe consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.