

ASX ANNOUNCEMENT

31 October 2017

WALKABOUT RESOURCES LTD
ACN 119 670 370

ASX Code: WKT

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DIRECTORS

Chairman: Trevor Benson
Exec: Allan Mulligan
Tech: Andrew Cunningham
Non Exec: Tom Murrell

ORDINARY SHARES
167,760,201

PROJECTS

Lindi Jumbo Graphite Project
Tanzania (70%)

Takatokwane Coal Project
Botswana (60%)

Tantalite Valley Lithium Project
Namibia (100%)

September 2017 Quarterly Activities Report

Walkabout Resources Ltd (ASX:WKT) is pleased to report its activities in Tanzania, Botswana and Namibia for the September 2017 Quarter.

Highlights

- *Tanzanian amendments to Mining Act 2010 introduced*
- *Lindi Jumbo Definitive Feasibility Study updated in line with Mining Act amendments requirements (see ASX announcement 24/08/2017)*
- *Mining Licence Application submitted to Ministry in Tanzania*
- *Finalisation of application for partial project funding through Chinese Silk Road initiative – application with SinoSure pending final approval*
- *Cornerstone Investor Jinpeng Mining and Machinery Co. Ltd welcomed onto register*
- *Engineering civil drawings nearing completion and progress on procurement package*
- *Significant graphite price increases noted for premium product market*
- *Progress is made in Namibia and the Company has prepared the initial environmental programme prior to commencing on-ground exploration in anticipation of licence EPL6038 being granted.*
- *Walkabout holds highly successful meeting with Tanzanian Prime Minister Honourable Kassim Majaliwa*
- *Walkabout is first Mining Company to meet with newly appointed Ministry of Mines Honourable Angellah Kairuki*

Executive Chairman of Walkabout Resources, Trevor Benson commented; *“While the sudden amendments to the Mining Act 2010 by the Tanzanian Government were surprising, the technical substance underpinning the Lindi Jumbo Project means that the Project continues to be commercially attractive. Recent discussions with the Tanzanian Government give considerable comfort that rapid progress has been made in establishing the new Commission for Mines and that a resolution to the delay is imminent.”*

Lindi Jumbo Graphite Project - Tanzania

During the period under review, the Company executed changes to the Definitive Feasibility Study in three important areas;

1. A revised capital estimate based on the input from EPC Partner, Jinpeng Mining and Machinery Co. Ltd (Jinpeng);
2. Inclusion of relevant elements of the amendments to the Mining Act 2010 by the Government of Tanzania including the Company's interpretation of dealing with the 16% free carry of project equity, and;
3. The inclusion of revised product concentration ratios following the BGRIMM test results from China.

Economic modelling of the expected financial impacts of the delay in receiving the Mining Licence from Tanzania was also included.

The Project start-up capital estimate was reduced from US\$38.7m to US\$29.6m as a result of the inclusion of more China sourced equipment and the estimate for installation from Jinpeng.

During the period under review the Company submitted the Mining Licence Application for Lindi Jumbo Graphite Project in compliance with the requirements of the Mining Act 2010 amended 2017. This application is now undergoing assessment and advice from the Ministry is that it can be processed as soon as the new mining Regulations have been finalised and progressed and the Mining Commission has been formed and is functioning.

It is our understanding that all members of the Mining Commission have been selected and are currently undergoing security vetting and that the role of the Chief Executive Officer will be on a full time basis which will enable a more efficient management of processes within the Mines Department.

Subsequent to the close of the review period, the Company met with the Prime Minister of Tanzania Honourable Kassim Majaliwa. The meeting was very well received. The Prime Minister was born and schooled in the Ruangwa district and believes the industrial and economic development of the area to be an important priority. The Prime Minister immediately arranged for a meeting with the newly elected Minister of Mines, Honourable Angellah Kairuki and her team. This meeting too was well received and the Company is encouraged that the Ministry is well aware that industry is awaiting progress in terms of the Commission of Mines and the passing of the new Regulations. Ms Kairuki undertook to assist the Company wherever possible to secure the Mining Licence.

Tantalite Valley Lithium Licence - Namibia

The Company is still awaiting official award of licence EPL 6308 in Namibia by the Ministry of Mines and Energy (MME). The Company has in any event proceeded with plans to compile the pre-exploration environmental report.

EPL 6308 (pending) and 6309 is located in the extreme south of Namibia to the north of the known Orange River Pegmatite Belt (ORPB). The area remains highly prospective for lithium bearing pegmatites and the Company is in the process of assessing these and other opportunities in the region.

Takatokwane Coal Project

The Company is still awaiting a decision from the Ministry of Minerals, Energy and Water Resources of Botswana in regard to the second extension of this exploration licence EL035/2007. Furthermore, the Company has submitted a renewal application for an extension to licences EL157/2009 and PL160/2009 to the Ministry.

The Company continues to conduct a review of the Takatokwane Project joint Ventures.

Corporate

The Company is pleased to have announced the investment of US\$1m by China based Engineering, Procurement and Construction (EPC) specialist Yantai Jinpeng Mining and Machinery Co. Ltd (Jinpeng) as a Walkabout cornerstone investor.

These funds will allow the Company to maintain engineering design and procurement momentum in spite of the delays incurred as a result of the Tanzanian Mining Act amendments.

This significant investment by contracting partner Jinpeng into the Company is an endorsement of the robust technical features of the Lindi Jumbo Project.

About WKT

Walkabout is fast tracking the development of the Lindi Jumbo Project to take advantage of forecast market conditions for Flake Graphite deposits with high ratios of Large and Jumbo flakes. The Company has developed a proprietary processing technique based on an existing and proven flow-sheet used elsewhere in Africa and which yields exceptionally high ratios of Large (+180µm), Jumbo (+300µm) and Super Jumbo (+500µm) flakes into concentrate. The Company currently holds 70% of four licences at Lindi Jumbo with an option to acquire the remaining 30% share.

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

ENDS

Schedule of mining tenements and beneficial interests held as at the end of the September 2017 quarter

Project / Location	Tenement Type	Tenement Number	Percentage Held / Earning
Botswana			
Takatokwane	PL	35/2007	70% Renewal App
Takatokwane	PL	157/2009	40% Earning 65% Renewal App
Takatokwane	PL	160/2009	40% Earning 65% Renewal App
Namibia			
TantaliteValley	EPL Application	6308	100%
TantaliteValley	EPL	6309	100%
Tanzania			
Kimoingan	PL	11119/2017	100%
Lindi	PL	9992/2014	70% subject to ongoing commitments
Lindi	PL	9993/2014	70% subject to ongoing commitments
Lindi	PL	9994/2014	70% subject to ongoing commitments
Lindi	PL	9906/2014	70% subject to ongoing commitments

Competent Person's Statement
Exploration Targets and Results

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.