

ASX ANNOUNCEMENT

25 October 2019

Launch of Proposed Senior Secured US\$40m Loan Note Issue

Walkabout Resources Ltd (the “**Company**”) wishes to advise that it has launched a secured Loan Note issue in the international capital markets to raise USD40m. The Loan Notes will be USD-denominated and will be senior secured obligations of the Company, with a five-year term, unless earlier repurchased or redeemed, and bearing interest payable quarterly in arrears. The Loan Notes will be guaranteed against the Lindi Jumbo Project.

The Company has engaged the international investment bank Pareto Securities (“Pareto”) to advise on procuring the development funding for the Lindi Jumbo Project. The Company benefits from Pareto’s experience of funding greenfield mining projects and structuring emerging market transactions especially when considering the regulatory and logistical aspects of lending to a project in Tanzania.

Over recent months, Pareto has coordinated an extensive due diligence process including the engagement of independent third-party advisors to assist with legal and technical due diligence, and a review of the graphite market and the marketing of the Lindi Jumbo graphite concentrate.

The net proceeds of the Loan Note together with existing cash, exercise of outstanding options, the Bridging Debt Facility (announced on the 9 October 2019) and other equity proceeds will be used to fund the development and construction of the Lindi Jumbo Graphite Project in Tanzania.

The Company expects to provide further details as the proposed Loan Note and its final terms are progressed as well as further developments with the additional companion equity financing which will be required.

Allan Mulligan
Director

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About Pareto Securities

Pareto is an independent full-service global investment bank headquartered in Oslo, Norway. Pareto has over 500 employees in 13 offices across 11 countries located in Norway, Sweden, Denmark, Finland, United Kingdom, Germany, Switzerland, USA, Singapore and Australia.

Pareto specialises in raising debt and equity financing in the international capital markets across various sectors. Pareto has a strong presence in the energy and resource sectors. In 2018 Pareto raised over USD 7.5 billion in debt transactions, and since 2017 has raised USD 750 million in debt finance for mining companies.

About WKT

Walkabout is developing the high-grade Lindi Jumbo Graphite Project in South East Tanzania to take advantage of forecast market conditions for Large and Jumbo flake graphite products.

The Company holds 100% of a Mining Licence and between 70% and 100% of adjacent graphite prospecting licences at Lindi Jumbo. A high-grade graphite Mineral Reserve has been delineated within the Mining Licence area.

In addition to the Lindi Jumbo Project, Walkabout is also exploring in southern Namibia at the Eureka Lithium Project and the Company has also acquired an exciting exploration portfolio for gold and base metals in Northern Ireland and Scotland.

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

Forward Looking Statements and Disclaimers

This announcement includes forward-looking statements that are only predictions and are subject to risks, uncertainties and assumptions, which are outside the control of Walkabout Resources Limited.

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