

9 November 2018

## ASX RELEASE

### **Share Purchase Plan (SPP) Successfully Completed**

Walkabout Resources Ltd (ASX:WKT) is pleased to report that the Underwritten Share Placement Plan (SPP) to raise \$3 million to support the Development of the Lindi Jumbo Graphite Project in Tanzania has successfully concluded.

The Company has finalised the SPP in accordance with ASX Rules and has given all shareholders the opportunity to participate. In order to ensure all Shareholders could participate in this opportunity, the Company extended the SPP closing date by a week until the 2<sup>nd</sup> November.

The results of the SPP were very successful with the Company raising \$1,501,000 (50% of target) by means of shareholder contributions. The take-up of 50% in the current market is a very good result for the SPP and the shortfall of \$1,499,000 will be placed by the Underwriter Patersons Securities Ltd which will introduce a number of new shareholders to the register. The issue price of the new shares under the SPP based on a 15% discount to the 5-day VWAP, before the issue of the shares, is a price of \$0.09. Accordingly, 16,677,867 ordinary shares will be issued to applicants to the SPP and 16,655,556 ordinary shares will be issued under the company's 15% placement capacity pursuant to LR 7.1. The Appendix 3B and cleansing notice follows.

The Company has decided not to proceed with the "Top-Up Placement" as described in the SPP documentation as a result of market conditions at this time.

Following the completion of the SPP, the Company is now to implement the funding required for the construction of the Lindi Jumbo Project. The Company is well advanced in discussions regarding funding and the Board hopes to make an announcement on the matter in due course.

The capital required to finalise the mine construction is US\$29.7m which will produce 40,000 tonnes per annum of graphite concentrate grading 95-98% TGC. The Lindi Jumbo Graphite Project returns a highly compelling set of financial metrics as highlighted in the DFS, and the intention of the Board is to fast-track construction in order to be a "first mover" within the Tanzanian graphite sector. Results from the recent drill program confirm the deposit to be the highest grade in East Africa and the planned extension to the resource will give the Company additional flexibility and reduce start-up risk significantly.

Yours sincerely



Trevor Benson  
Executive Chairman