

ASX ANNOUNCEMENT

11 June 2020

Lindi Jumbo Graphite Project Funding Update

Walkabout Resources Limited (“the Company”) wishes to update shareholders on the funding of the Lindi Jumbo Graphite Project (the “Project”).

As previously announced (*ASX 25th March 2020*) the Company continues to engage with Pareto Securities (“Pareto”) to raise US\$40m to fund the development of the Project. This process has involved the marketing, through Pareto, of a structured high yield bond into international investment markets.

As a result of the global economic slowdown caused by the Covid-19 virus, the funding process implemented by Pareto to market their structured high yield bond, has seen a decline in potential investor demand.

More recently and in addition to this process, the Company has, with the assistance of Pareto, implemented a parallel strategy of assessing and entering into direct negotiations with a number of African development banks to secure debt funding for the Lindi Jumbo Graphite Project.

Significantly, in March this year, the Company commenced direct negotiations with an African development bank and has received a non-binding, conditional Term Sheet for direct debt for a total of US\$30 million. In order to progress this transaction and meet a series of the bank’s stringent loan security requirements, including an equity component precondition, ongoing work remains to be finalised and is the immediate focus for the Company.

The Board is confident that good progress is being made and continues to focus on this matter as a first priority.

In addition to the ongoing funding of the Lindi Jumbo Graphite Project, the Company retains a strongly embedded technical presence within our geographic regions of interest. As a result, the Company has identified a number of longer-term exploration opportunities and is currently moving to secure these licences, at very low cost. Walkabout has always maintained a diversified exploration portfolio driven by our in-house regional technical capabilities continuing to assess and rank opportunities as they arise.

The Board believes it is a pragmatic and sensible initiative to leverage the Company’s exceptional in-country technical exploration capacities to assess and acquire other value creating mineral prospects.

END

This ASX release has been approved for release by Trevor Benson – Chairman

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 with an enduring option to acquire the remaining 30% share. A high-grade graphite Mineral Reserve has been delineated within the Mining Licence area.

The Company is also exploring for gold and base metals in Northern Ireland and Scotland and is encouraged by the ongoing opportunities in these areas.

In addition to the Lindi Jumbo Project, Walkabout is also exploring in southern Namibia at the Eureka Lithium Project.

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