

ASX ANNOUNCEMENT

30 September 2022



ASX:WKT

WALKABOUT RESOURCES ENTITLEMENT OFFER RECEIVES STRONG SHAREHOLDER SUPPORT

Walkabout Resources Limited (ASX: WKT) is pleased to advise that the Company's non-renounceable entitlement issue ("**Entitlement Issue**" or "**Offer**"), pursuant to the Prospectus dated 25 August 2022 and Supplementary Prospectus dated 8 September 2022, closed on 28 September 2022. The Entitlement Issue offered Eligible Shareholders the opportunity to subscribe for two (2) fully paid ordinary shares in the Company for every three (3) shares held on the record date, at an issue price of \$0.11 per share.

HIGHLIGHTS

- 1:10 Entitlement Issue oversubscribed;
- In excess of 75% of the minimum capital raise has been achieved before the placement of any shortfall.
- A total of \$11,540,782 raised through the issue of 104,916,200 shares (including current oversubscriptions);
- A further \$865,000 has already been committed by directors and others into the shortfall placement;
- As advised in its Investor Presentation released to ASX on 9th September, Walkabout Directors subscribed for a total of \$1,600,000 equating to approximately 10% of the Minimum Subscription and approximately 5% of the Maximum Subscription
- Applications from existing shareholders for additional shares ("Shortfall Securities") have been accepted in full by the Company;
- The Lead Manager to the Offer, Canaccord Genuity (Australia) Limited, and Corporate Advisor, Brentridge Capital Pty Ltd (together the "Broker Syndicate"), will be conducting a shortfall bookbuild on Monday 3rd October and Tuesday 4th October.
- Proceeds to be used for the completion of the construction of the Lindi Jumbo Graphite mine within the second quarter of 2023;
- Given the delays in completing debt drawdown, the maximum raise is shortest route to positive cash flow from Lindi Jumbo.

Shareholders have applied for **78,965,268** shares under the issue raising **\$8,686,179** and **7,769,114** additional shares raising **\$854,603**.

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Table 1: Results of the non-renounceable entitlement offer.

Entitlement Accepted (shares)	Additional Securities Accepted (shares)	Money Received (\$)
78,965,268	7,769,114	\$9,540,782

In addition to the Entitlement Issue, a number of shareholders and investors have participated in a non-recourse debt facility to the Company over the past two months and have subsequently converted the debt facility into shares at \$0.11 i.e., at the same conditions as the Entitlement Issue. The debt facility has allowed the Company working capital while the Entitlement Issue was open, as well as to make payments to outstanding creditors.

Table 2: Results of the non-recourse debt facility after conversion into non-renounceable entitlement offer.

Loan Agreement Entitlement Accepted	Loan Agreement Shortfall Securities Accepted	Money Received (\$)
6,832,174	11,349,643	\$2,000,000

Total monies received through the rights issue and the debt facility is **\$11,540,782**. The number of shares offered under the Entitlement Issue was 301,516,741 shares resulting in a shortfall of 196,600,542 shares (Shortfall Shares). The shortfall offer facility is available allowing eligible shareholders to apply for additional New Shares over and above their respective entitlements as well as to new shareholders although preference will be given to eligible shareholders. To date the company has received commitments directly from directors and others for a further 7,863,636 Shortfall Shares to raise a further \$865,000.

The Broker Syndicate will be conducting a shortfall book build on Monday 3rd October and Tuesday 4th October. The Broker Syndicate expects that the take-up of the shortfall will be well supported with a number of firm offers already submitted that would take the combined offer well past the minimum capital raise of \$16.5m.

The new shares under the Entitlement Issue are expected to be issued on 5 October 2022. The Company will be applying to the ASX to have its shares be lifted from suspension on completion of the placement of Shortfall Shares.

The Directors wish to thank all participating shareholders and investors for their support.

CEO of Walkabout Resources, Andrew Cunningham commented: *“The support from shareholders for the Company’s Entitlement Issue has been extremely encouraging. We now look forward to progressing our plans for the construction of our world class graphite mine at Lindi Jumbo.”*

This announcement is authorised for release by the Board.

-ENDS-

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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.

In addition to the Lindi Jumbo Project, Walkabout is also exploring in south west Tanzania at the Amani Hard Rock Gold Project.

The Company has also acquired an exciting exploration portfolio for gold and base metals in Northern Ireland and Scotland and is conducting ongoing mineral exploration in these areas.

Learn more at wkt.com.au

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