

ASX ANNOUNCEMENT

14 June 2023



GEMCORP INVESTMENT COMMITTEE PROVIDES APPROVAL FOR THE US\$20 MILLION DEBT FACILITY

Walkabout Resources (ASX:WKT) (Company), is pleased to announce the approval of the Lindi Jumbo Senior Debt facility.

HIGHLIGHTS

- The Gemcorp Investment Committee has provided final approval for the transaction.
- Final loan documentation is in advanced stages.
- First draw down will be available on completion of final documentation expected in June.

SENIOR DEBT FACILITY MOVES TOWARD COMPLETION.

The Gemcorp Investment Committee has approved the US\$20 million transaction facility plus US\$5 million standby facility which is subject to the formal loan documentation. The documentation is being prepared and is well progressed, with both parties intending to complete as soon as possible (refer to ASX announcement of 29 March 2023 for full details of the senior debt facility).

As announced on 29 March 2023, the senior debt facility will be over a 3-year period, consisting of high yield interest and the lender being entitled to a percentage of free cashflow, after debt servicing for the 3-year period. This structure provides Gemcorp with some Lindi Jumbo upside participation while avoiding equity dilution to shareholders. The facility will be subject to a number of standard financial covenants including debt service cover.

The initial draw down of senior debt funds will be available on the completion of loan documentation expected this month and will primarily be used to refinance existing interim funding measures. As disclosed previously, these interim arrangements have substantially funded the construction costs since February of this year. The remainder of the facility will be used to complete construction costs, fund commissioning and provide working capital for the Company and Lindi Jumbo.

CEO of Walkabout Resources, Andrew Cunningham commented;

"We are excited that the Senior Debt facility is nearing completion. The advanced development stage and high product margins expected from Lindi Jumbo, allows us to access high-yield debt that other projects cannot. Such a facility, also allows to deliver on shareholders expectations of full project funding while minimising potential dilution."

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 Scotland and Northern Ireland and is conducting ongoing mineral exploration in these areas.

Learn more at wkt.com.au

