28 October 2020

# SEPTEMBER 2020 QUARTERLY ACTIVITIES REPORT


**WALKABOUT RESOURCES LTD**
**ACN 119 670 370**

**ASX Code: WKT**

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**DIRECTORS**

| | |
|---|---|
| Exec: | Allan Mulligan |
| Tech: | Andrew Cunningham |
| Non Exec: | Mike Elliott |

**ORDINARY SHARES**
349,133,645

**UNLISTED OPTIONS**
7,000,000

**PROJECTS**

Lindi Jumbo Graphite Project Tanzania (70% - 100%)

Amani Gold Project Tanzania (100%)

Scotland Base Metal Projects (Earned in 75%)

Northern Ireland Gold and Base Metals (50% - 100%)

Eureka Lithium Project Namibia (100%)

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Walkabout Resources Limited (ASX:WKT) is pleased to report its activities for the September 2020 quarter.

## *Lindi Jumbo Graphite Funding Update*

The Company believes it is making steady progress in navigating the debt funding application for the development of the Lindi Jumbo Project through an African based banking and finance institution. Progress has been slowed by the lack of similar graphite projects previously being debt funded and the impacts of the Covid-19 pandemic on international credit funding institutions.

As the pandemic fades in Tanzania, a more risk-on approach to debt funding brought about by the need to stimulate economic recovery is being observed.

The current status is that a US$30m debt facility in favour of the Tanzanian Project holding Company, Lindi Jumbo Limited, is currently navigating in-house corporate approvals with a large African based commercial bank.

In response to strict security requirements for the loan, Walkabout sought to secure suitable credit insurance in line with bank requirements. After undergoing insurance creditworthiness due diligence, Phoenix Insurance, a Tanzanian insurance provider has provided terms for credit risk insurance for the mining project loan.

Following the resolution of this hurdle, the bank is now progressing the application through the remaining two levels of internal approvals. Following the close of the period, the bank has requested a visit to Lindi Jumbo site.

The Company remains confident that this avenue of funding is the correct one and is hopeful that the approvals process can be finalised shortly.

## *Scotland*

Due to severe travel restrictions in the UK during the reporting period the time was used to progress various permit applications and access agreements for drilling over the Blackcraig poly-metallic lead zinc project.

As part of the permitting process an environmental baseline survey was completed by an independent consultancy and the results have been submitted for approval. All access agreements have been successfully negotiated and the final permits for drilling are expected within the last quarter.

Towards the end of the quarter all proposed drillhole collar positions have been ground-truthed and changes to the program made where necessary. Nine holes on three lines are planned for a total of 1,750 m of drilling targeting the depth extensions of the historical mines and workings in the area and possible parallel offset structures to these as previously identified through the geophysics.

Soil sampling over the larger Blackcraig trend has commenced and is planned for completion before the onset of winter, subject to a second wave of Covid-19 restrictions.

Where possible, reconnaissance work continued over previously unexplored or accessible areas and several grab samples have been collected for analyses.

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**Figure 1: Historical spoil heaps of the Silver Rig mine within the licence area.**

Covid-19 restrictions have somewhat delayed the permitting applications for the planned low-cost tenement scale airborne-drone geophysical program as previously reported, with final approvals expected to be granted within the fourth quarter. This will now proceed upon election once approvals are received.

Important stakeholder engagement through the Scotland-based social and community risk specialist consultancy is ongoing with all parties regularly being updated on the Company's activities, progress and plans within the area and any comments and suggestions well received and incorporated into these plans.



**Figure 2: Mining remnants from the Blackcraig mine within the licence area.**

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## *Amani Gold Project*

During the quarter the Company's in-country exploration team commenced with the tenement scale reconnaissance mapping and sampling as well as a focussed soil sampling program over pre-determined grids targeting the major prospective structural trends identified in the region.

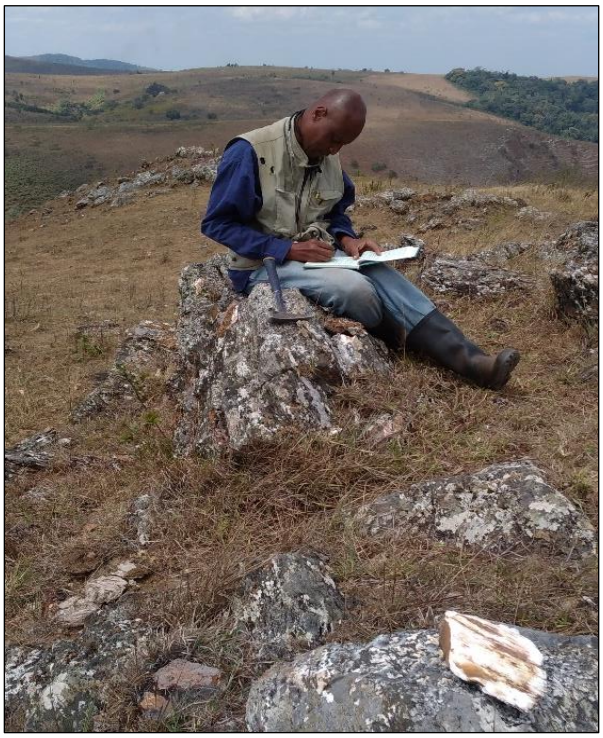


**Figure 3: Geologist Maurice Semahimbo mapping and sampling units within the shear zones at Amani.**

By the end of the quarter three large soil sampling grids had been completed and the samples sent to the lab for assaying. Assay results are expected during the last quarter of the year. More than 450 samples have been collected over three grids covering the major structural trends and shear zones within PL11469/2020.

The exploration team will continue with regional work over the Company's large land holding in the area of more than 800km$^2$ to cover as much ground as possible before the rainy season.

## *Other Projects*

No exploration work has been undertaken on the other projects within the Company's portfolio.

END

This ASX release has been approved by the Board.

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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 southern Namibia at the Eureka Lithium Project.

The Company has also acquired an exciting exploration portfolio for gold and base metals in Northern Ireland and Scotland and is exploring highly prospective polymetallic green and brownfields targets.

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

**Competent Persons Statement**

The information in this report that relates to Exploration Results in the United Kingdom is based on and fairly represents information and supporting documentation prepared by Dr Richard Belcher (Consulting Geologist to Walkabout Resources Limited). Dr Belcher is a Chartered Fellow (CGeol FGS) of the Geological Society of London and has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Belcher consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

The information in this report that relates to Exploration Results in Africa is based on and fairly represents information and supporting documentation prepared by Mr Andrew Cunningham (Director of Walkabout Resources Limited). Mr Cunningham is a member of the Australian Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralisation and types of deposits under consideration, and to the activities undertaken to qualify as Competent Persons as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Cunningham consents to the inclusion in this report of the matters based on his information in the form and context in which they appear.

**Schedule of mining tenements and beneficial interests held as at the end of the September 2020 quarter.**

| Project / Location | Tenement Type | Tenement Number | Interest at Start of Quarter | Interest at End of Quarter | Comment | Holding Company |
|---|---|---|---|---|---|---|
| **Namibia** | | | | | | |
| Eureka | EPL* | 6308 | 100% | 100% | | Aardvark Minerals Pty Ltd |
| Eureka | EPL* | 6309 | 100% | 100% | | Aardvark Minerals Pty Ltd |
| **Tanzania** | | | | | | |
| Lindi | ML | 579/2018 | 100% | 100% | | Lindi Jumbo Ltd |
| Lindi | PL | 9993/2014 | 70% | 70% | | Lindi Jumbo / Ali Mbarak |
| Lindi | PL | 11409/2020 | 100% | 100% | | Lindi Jumbo Ltd |
| Lindi | PL | 11377/2019 | 70% | 70% | | Lindi Jumbo Ltd / Ali Mbarak |
| Kimoingan | PL | 11119/2017 | 100% | 100% | | Walkabout Resources Ltd (Tz) |
| Amani | PL | 11469/2020 | 100% | 100% | | Walkabout Resources Ltd (Tz) |
| Amani | PL | 15836/2020 | 0% | 0% | Application | Walkabout Resources Ltd (Tz) |
| Amani | PL | 15837/2020 | 0% | 0% | Application | Walkabout Resources Ltd (Tz) |
| Amani | PL | 15838/2020 | 0% | 0% | Application | Walkabout Resources Ltd (Tz) |
| Buhingu | PL | 11470/2020 | 100% | 100% | | Walkabout Resources Ltd (Tz) |
| **Northern Ireland** | | | | | | |
| NE Antrim | MRO | LON01/14 | 50% | 50% | | Antrim Metals Ltd (CE) |
| Glenariff | MRO | LON02/14 | 50% | 50% | | Antrim Metals Ltd (CE)) |
| Tyrone | MPL# / MRO | KOZ01/16 | 0% | Earning 50% | | Koza (UK) Ltd (CE & DfE) |
| **Scotland** | | | | | | |
| St John's Town of Dalry | MRO | GH | 0% | 75% | | JDH Resources Ltd |
| Newton Stewart | MRO | CN | 0% | 75% | | JDH Resources Ltd |
| Rhins of Galloway | MRO | CG | 0% | 75% | | JDH Resources Ltd |
| Gatehouse of Fleet | MRO | GF | 0% | 0% | Application | Shackleton Resources Ltd |

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