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walkabout
RESOURCES LTD

Investor Presentation

September 2014

Allan Mulligan

Perth Based Junior Explorer with Africa focus



- Listed on ASX: WKT
- 798m shares on issue
- Market Cap ~\$5m
- No Debt
- Top 20 holds 49%
- Directors hold 16%
- Cash as at 30 June \$420k
- Price Range 12mths 0.5c ~ 1.5c

- Allan Mulligan Mining Engineer
- Geoff Wallace Company Secretary
- Peter Batten Geologist

- ~67% Takatokwane Project
- +80% Kigoma Copper Project
- 100% Makete PGE Project
- 100% Lindi Coal Project

Takatokwane Thermal Coal Project – Earning 67%

- Inferred Resource of **7,000,000,000** tonnes thermal grade coal
- Indicated Resource **748,000,000** tonnes in shallow, wide seams
- Pre-feasibility study now on **FOUR** by **6,000,000** tpa strip mines
- Mega Mine operation will supply key export and regional markets
- Path to Market via Trans Kalahari Rail Line across the property
- Secondary path to market via South Africa and Eskom demand

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Mega Project Peer Review – Galilee Basin

PROJECT	RESOURCE	DEPTH	SEAM THICKNESS	PRODUCTION PER ANNUM	CAPEX
ALPHA COAL	1.5 Bn t	>60 m	8 m	30 mt	\$7 bn
CHINA FIRST	7.1 Bn t	>100 m	4 m	40 mt	\$6 bn
CARMICHAEL	7.8 Bn t	>70 m	12 m	60 mt	\$16 bn
TAKATOKWANE	6.9 Bn t	>60 m	14 m	20 mt	<\$2 bn

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Current Activity – Botswana Rail Options

Trans-Kalahari Rail (TKR) to Namibia

- Botswana Government have appointed Aurecon (Aust) study manager leading to appointment of Developer and construction of project if proved viable.
- Also appointed Synergies Economic Consulting (Aust) and Deloitte (Aust) for regulatory framework and economic, commercial and financing structure.
- Stakeholder workshops ongoing – Botswana Coal Forum and Coal Development Unit are all active

TKR Timing

- | | |
|------------------------|-----------|
| • Project Approval | 2015 |
| • Project Funding | 2015-16 |
| • Construction | 2016-2020 |
| • Operational Start Up | 2020-22 |



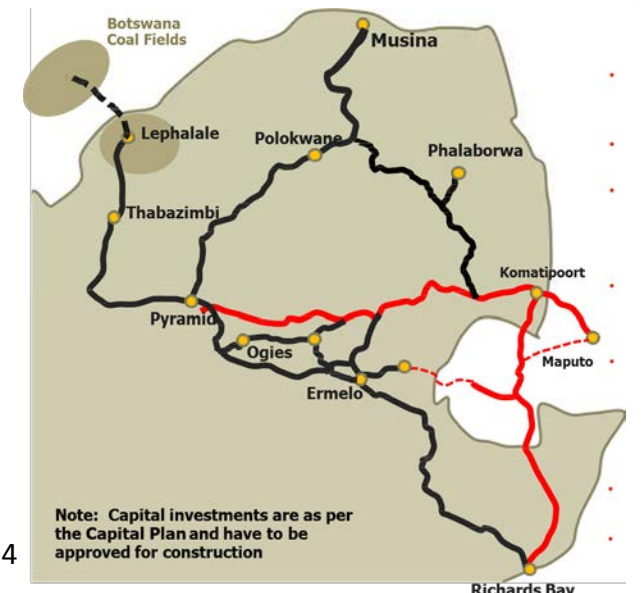
Current Activity – Botswana Rail Options

Transnet Rail to South Africa

- Driven by South Africa's need for coal
- Transnet (South African Gov) \$30bn investment plan
- Have started with design and base preparation
- Port expansion planning underway – additional 71mt pa

Timing

- We estimate coal hauling operations from the Botswana side of these expansions circa 2018-19



Current Activity – Botswana Rail Options

Technobanine Rail to Mozambique

- Project BFS progressing
- Delay by Mozambique and Zimbabwe authorities now resolved
- Recent inter-government agency visits to Botswana by Moz and Zim
- Sponsor required

Timing

- | | |
|------------------------|----------|
| • Source funding | 2015-16? |
| • Project Funding | 2017-18? |
| • Construction | 2017-21? |
| • Operational Start Up | 2021-22? |

Botswana Coal Upside for WKT

Project Characteristics

- Takatokwane is huge and this gives flexibility
- The TKR railway will be passing very close to Takatokwane
- There is strong government support for the rail-line
- WKT can export coal in two directions when the rail-line is built

Market Dynamics

- The Southern African coal market will be facing price tension by 2020
- Indonesian coal exports have peaked
- USA shale gas is now becoming more expensive than hard coal

Oversupply – A short term problem

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Indonesia rapid growth in supply to steady in 2016;

- Royalty rate up,
- Domestic requirement up

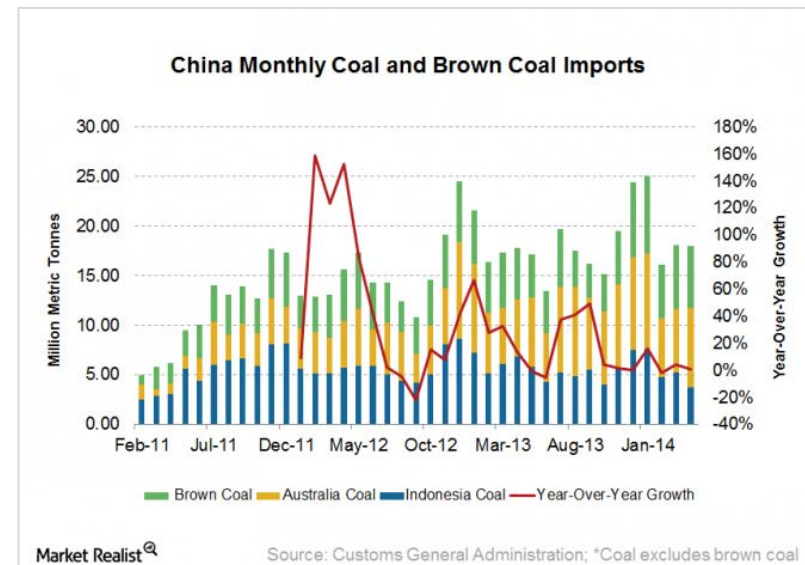
From 2009 China commenced with “Internalising” its own production – one of the causes of the 2011 spike?

Rising natural gas prices are seeing coal again used as domestic electricity fuel, reducing coal exports

India has increased imports but still has a huge looming deficit

South Africa is facing depleting reserves and its pricing structures as the cheapest coal in the world is at risk

Indonesia coal



The Demand Commentary

“Coal demand will grow by 700 million tonnes over the next three years....” Greg Boyce - CEO Peabody Energy

“Coal is expected to remain the centrepiece of Asia’s energy portfolio into the foreseeable future, where coal is the cheapest and most readily available source of energy.” Dean Dalla Valle – President BHP Coal

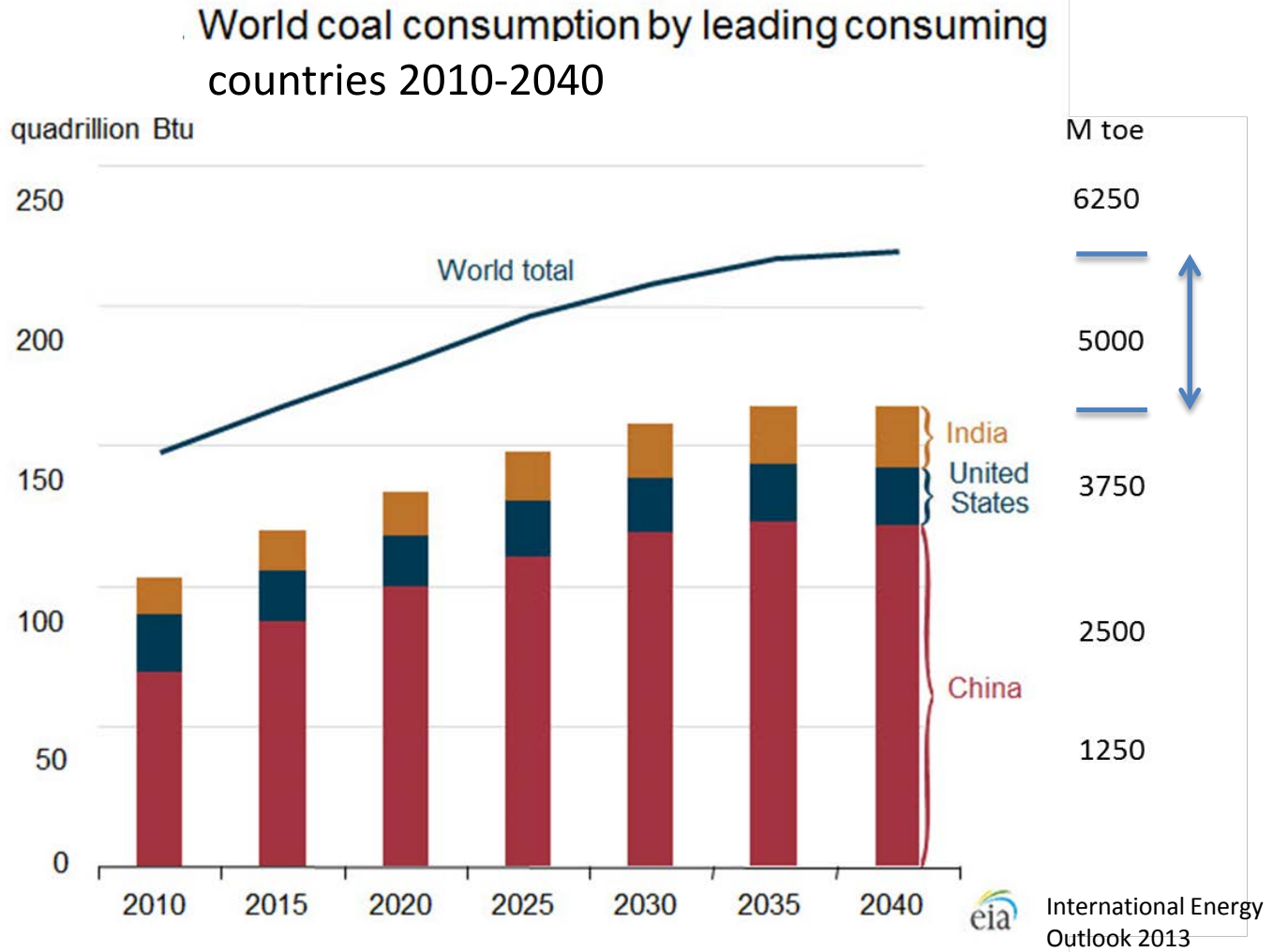
Total coal demand from Asia until 2030 is forecast to grow at 6.7 per cent per year – 1.3 billion additional metric tons of coal. – *Wood Mckenzie 2012*

If seaborne markets continue growing at 70-100Mt pa, where will the incremental supply come from? – HDR Salva Presentation 2013



The Demand Debate - Consumption

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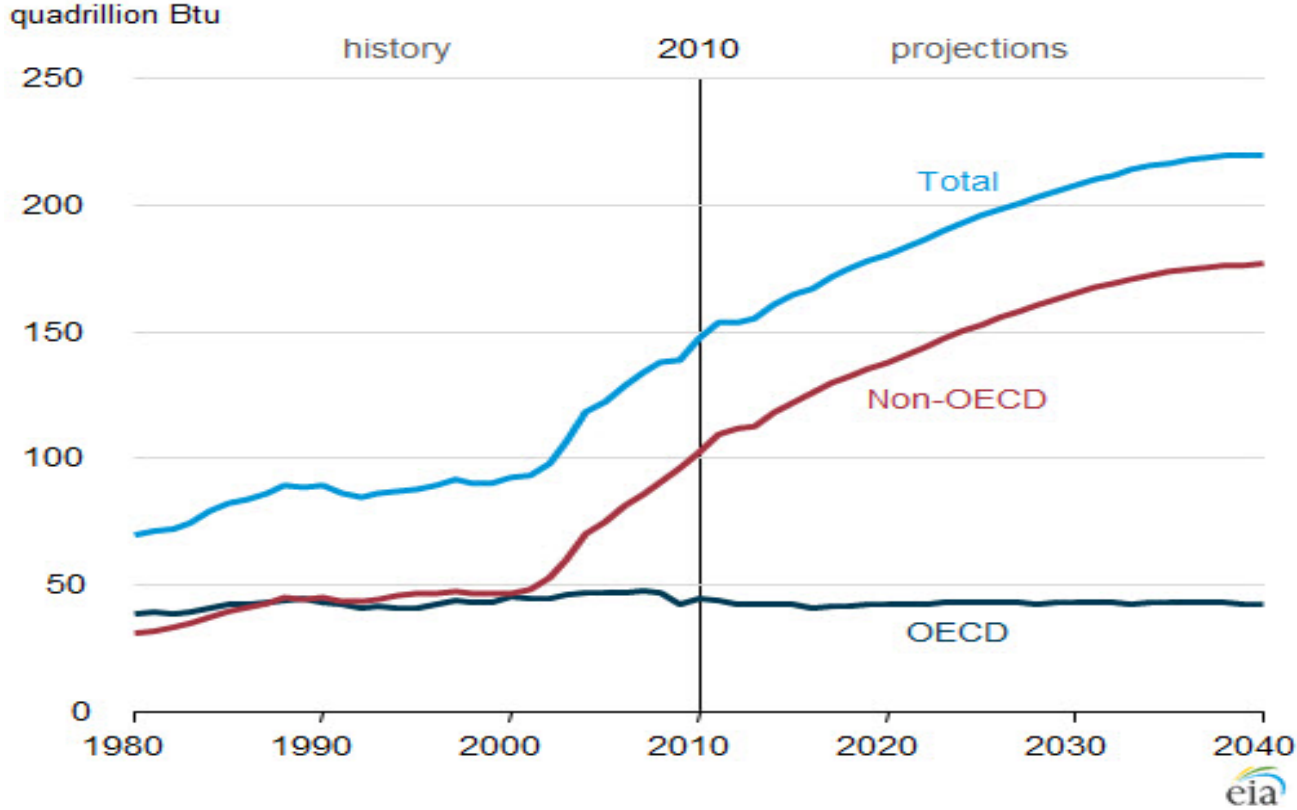
The increase between 2015 and 2040 is 1400 Mtoe or 2bn tonnes of hard coal or 35%



The Demand Debate - Consumption

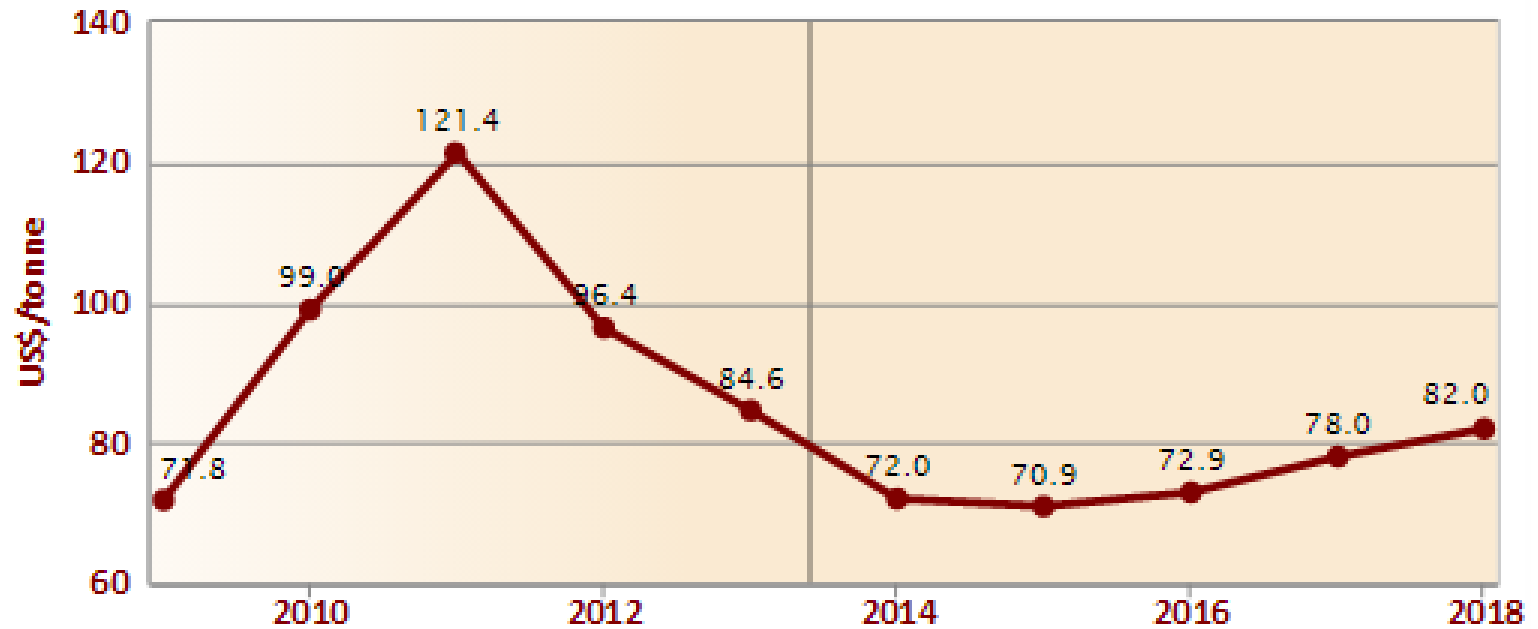
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World coal consumption by region, 1980-2040



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Coal (US\$/tonne)



Source: **EIU Economic and Commodity Forecast, June 2014**

International Coal Market Development

In Summary

- Oversupply pressure:
 - Indonesia – Capacity constraints and increased domestic consumption
 - USA – Shale Gas development – Gas prices now increasing beyond coal
 - China – Domestic focus – supplementing oil and no exports
- Demand pressure:
 - India growth pressure
 - China growth pressure
 - South Africa needs +50mtpa
- Long Term:
 - Consensus is continuing demand in developing economies
 - OECD will reduce consumption but BRICS / non OECD will take up slack
 - Forecast demand growth is too high to not see price tension develop

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Walkabout Coal Development Strategy

- Secure and formalise corner-stone investor into the Company
- Grow coal business in Southern Africa through JV's and acquisitions
- Progress mine development for potential 2020 start up
- Negotiate off take contracts through South Africa for initial strip mine
- Develop follow-on mines as Trans-Kalahari line is commissioned

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Kigoma Copper Project - Tanzania

- Widespread mineralisation of multiphase origin in breccias, folds and thrust structures.

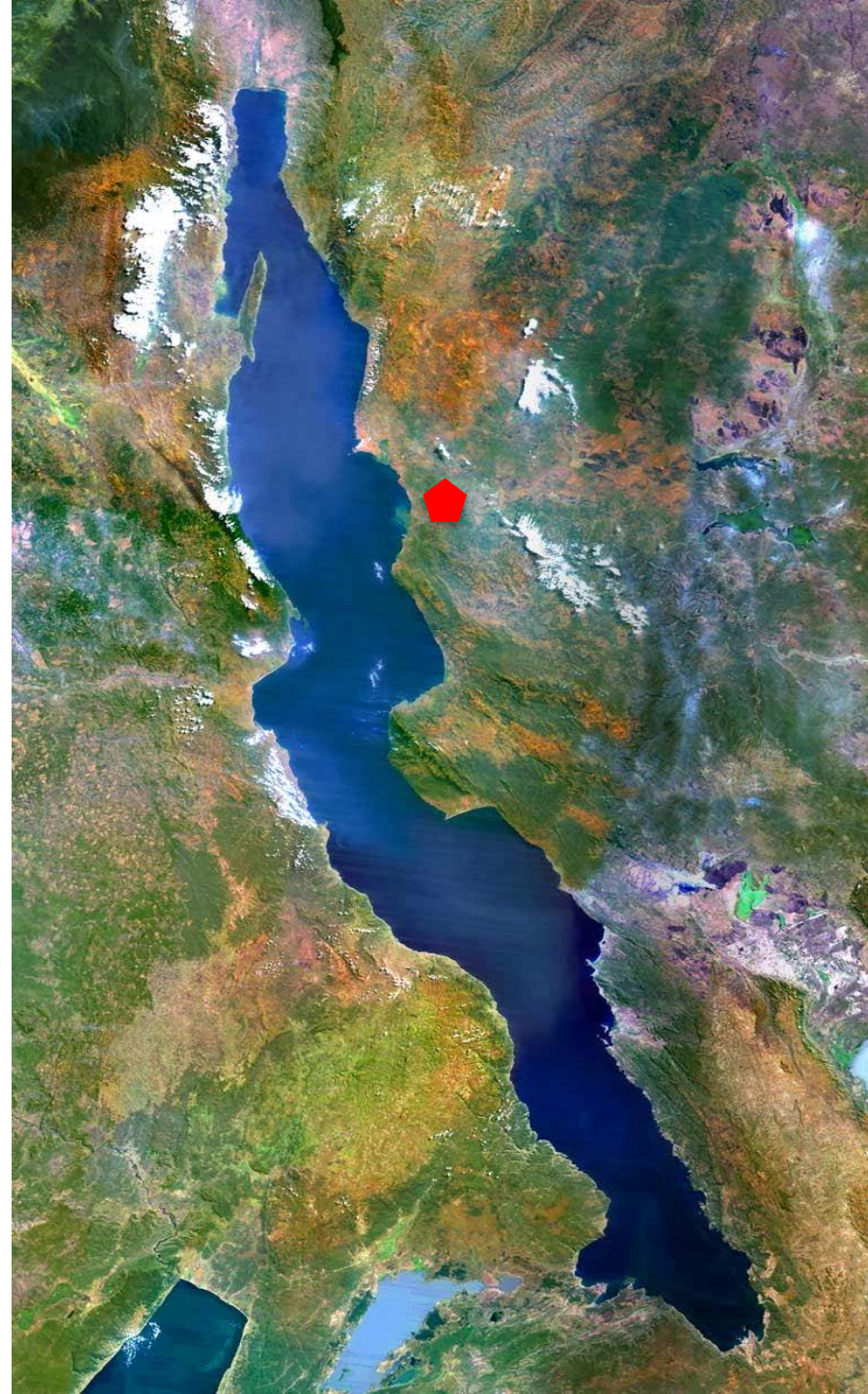
- Our belief is that significant copper deposits are structurally controlled and associated with shear zones or faults.

- Have identified 5 prospective zones for follow up exploration.

- Initial intercepts of 2.1% Cu and 3.4% Zn over separate 1 metre intervals.

- Have now acquired full AMBASE dataset from initial exploration conducted in 1999.

- This is an exciting base metal exploration play in a under-explored but highly mineralised system.



Project Characteristics

- WKT is the first and only operator in a very interesting copper setting
- WKT has the know how and capacity to negotiate the tenure dynamics
- This is a huge system which requires structured, zero based exploration and technology
- It is still early stage and there are already multiple targets
- WKT have been approached by two copper mining companies to review data

Market Dynamics

- Copper will be in price tension by 2018
- Average head grades worldwide are declining dramatically

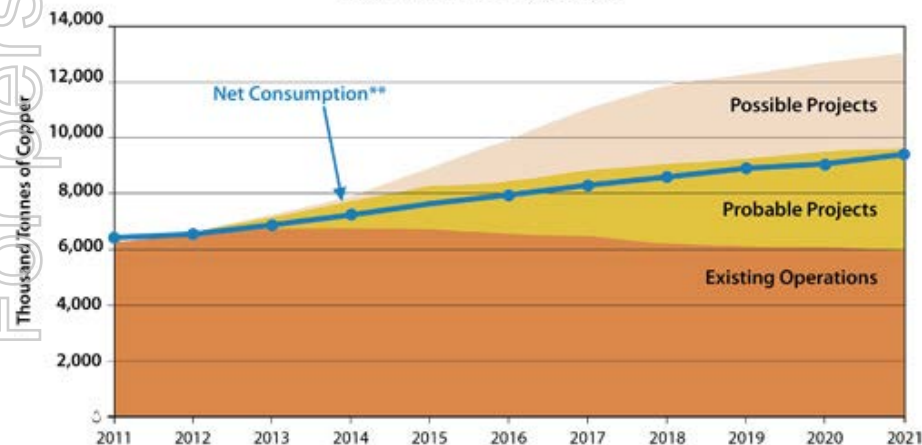
Copper Markets

Global Forecasts: COPPER PRODUCTION & CONSUMPTION IMBALANCE

	2008	2009	2010	2011	2012	2013	2014	2015	2016
World Refined Cu Production	18,361	18,344	1,8818	19,583	20,565	21,928	23,218	24,021	25,219
Y/Y Change (%)	1.7%	-0.1%	2.6%	4.1%	5.0%	6.6%	5.9%	3.5%	5.0%
World Refined Cu Consumption	18,097	17,855	18,598	19,746	20,912	22,067	23,245	24,256	25,329
Y/Y Change (%)	0.7%	-2.4%	5.3%	6.2%	5.9%	5.5%	5.3%	4.3%	4.4%
Global Balance	264	689	218	-163	-348	-138	-27	-235	-110
Copper Price (LME (c/lb))	315	234	315	330	390e	410e	380e	360e	360e

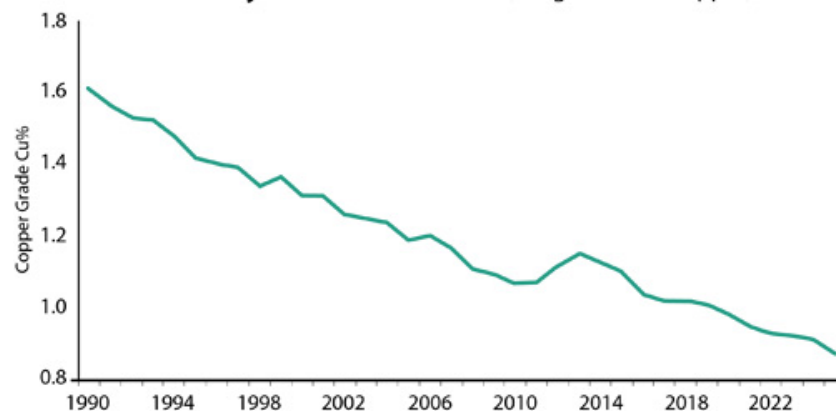
Source: US Global Investors

Potential Mine Production*



Source: Codelco. (*): Production before adjustments for disruptions. (**): Net of secondary production. Between 2011 and 2012, the average annual growth in total refined consumption is 3.5%.

Industry Head Grade Trends (Weighted Paid Copper)



Source: Brook Hunt

WKT Plan for next 12 Months

- Shore up balance sheet and secure adequate funding
- Minimalistic Budget - \$1.5m to \$1.7m
- Retain key technical staff
- Advance Takatokwane PFS into Mining and Washing – Will be 80% complete by May 15
- Conduct Dipole Dipole IP survey at Kigoma – Generate drill targets – Between \$100k and \$150
- Reduce assets and licences that are not part of immediate plan
- Form partnerships, JV'S and other corporate growth strategies

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WKT Long Term Plan

- Forge cornerstone coal investment partner
- Develop Takatokwane as large scale, long term thermal coal mining operation
- Upgrade copper exploration at Kigoma and consolidate tenure
- Move to third diverse commodity with investor appeal
- Position projects for next commodity cycle
- Create investment community that shares long term vision

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Disclaimer

Forward-Looking Statements

This presentation includes certain “Forward-Looking Statements.” All statements, other than statements of historical fact, included herein, including without limitation, statements regarding forecast cash flows and potential mineralisation, resources and reserves, exploration results and future expansion plans and development objectives of Walkabout Resources Limited are forward-looking statements that involve various risks and uncertainties. There can be no assurance that such statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such statements.

Competent Person – Dr Ian D. Blayden

Information in this announcement above relating to Coal Resources at Takatokwane is based on information compiled by Dr Ian D. Blayden of Geological and Management Resources Pty Ltd which provides geological consulting services to Optiro Pty Ltd. Dr Blayden is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2004 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Dr Blayden consents to the inclusion in the document of the information in the form and context in which it appears.

Competent Person – Mr Alan Golding

The information in this announcement that relates to exploration results at Takatokwane South is based on data compiled by Mr Alan Golding who is a member of the South African Geological Society, the South African Institute of Engineering Geologists and a Fellow of the Geological Society of London. Mr Golding has sufficient experience relevant to the style of mineralisation and the type of deposit under consideration to qualify as a competent person as defined in the 2004 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Golding consents to the inclusion in this announcement of the matters based on his information in the form and context in which they appear.