



TRAKA RESOURCES LIMITED

ABN 63 103 323 173

Quarterly Activities Report for the three months ended 30 September 2013

Summary

- Additional EM targets have been highlighted in the Jameson area following a busy period of exploration activity by WSA.
 - High grade copper and nickel mineralisation associated with massive sulphides is the target of the EM surveys being undertaken.
 - Permitting for drilling of the priority targets is underway.
 - Drilling has been completed on the Bergenost Prospect by AAE.
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Introduction

Traka Resources Limited (ASX: TKL) is a Perth based exploration company with its primary exploration assets held in the Musgrave and Ravenshorpe Project areas of Western Australia (Figure 1).



Figure 1: Location plan of Traka’s Projects in Western Australia

The Company has focused over the past few years on its Musgrave Project. Traka has a dominant position in this area, with interests in 29 exploration licences extending over about 8,500 square kilometres (Figure 2). The Company’s wholly owned interests extend over 21 exploration licences. A further 5 tenements are the subject of a recent joint venture with Western Areas Limited (“WSA”) and 3 others are subject to a joint venture with Anglo American Exploration (Australia) Pty Ltd (“AAE”).

WSA and AAE manage the respective joint ventures and can earn majority equity of between 70% and 80% by agreeing to expenditure commitments and free-carrying Traka’s retained equity of between 20% and 30% through to completion of a Bankable Feasibility Study.

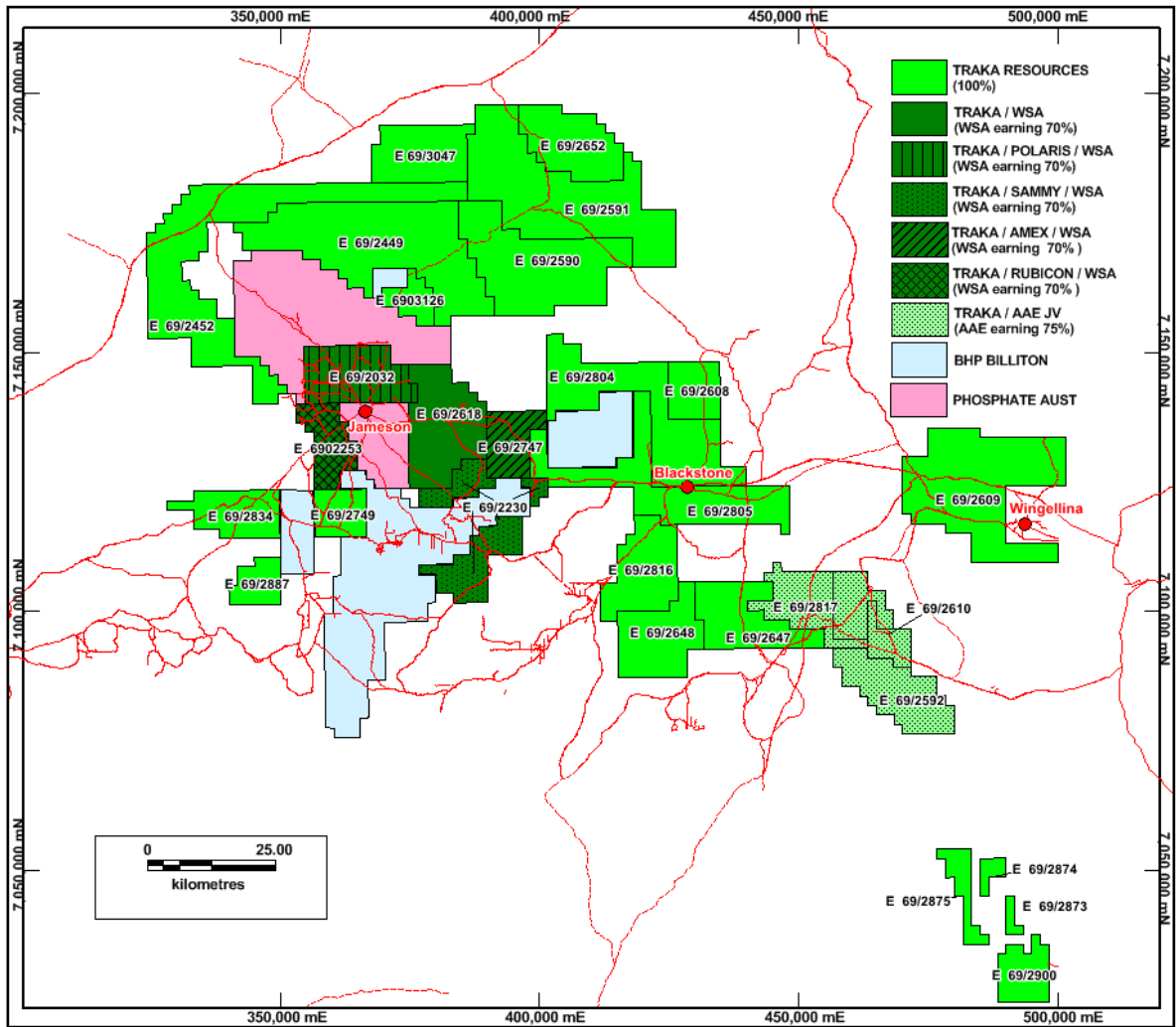


Figure 2: A tenement plan of the Musgrave Project

EXPLORATION

The Musgrave Project

Western Areas Limited Joint Venture:

Exploration activity this quarter was dominated by the work completed in the Jameson area by Traka’s new joint venture partner Western Areas Limited (“WSA”). Traka entered into the joint venture with WSA in late June 2013 covering 5 tenements in the Jameson area. WSA took over management of work programs initiated by Traka and immediately embarked on an aggressive and expanded follow-up program of ground electromagnetic (“EM”) surveys on a number of priority areas. Two EM crews have now surveyed approximately 90 sq km of ground and this work is ongoing. Currently two of the priority areas, Atlas and Samaria (Figure 3) look most promising, as a number of high priority EM targets have been highlighted. These targets are in favourable geological settings and in some cases have coincident associated surface geochemical anomalism.

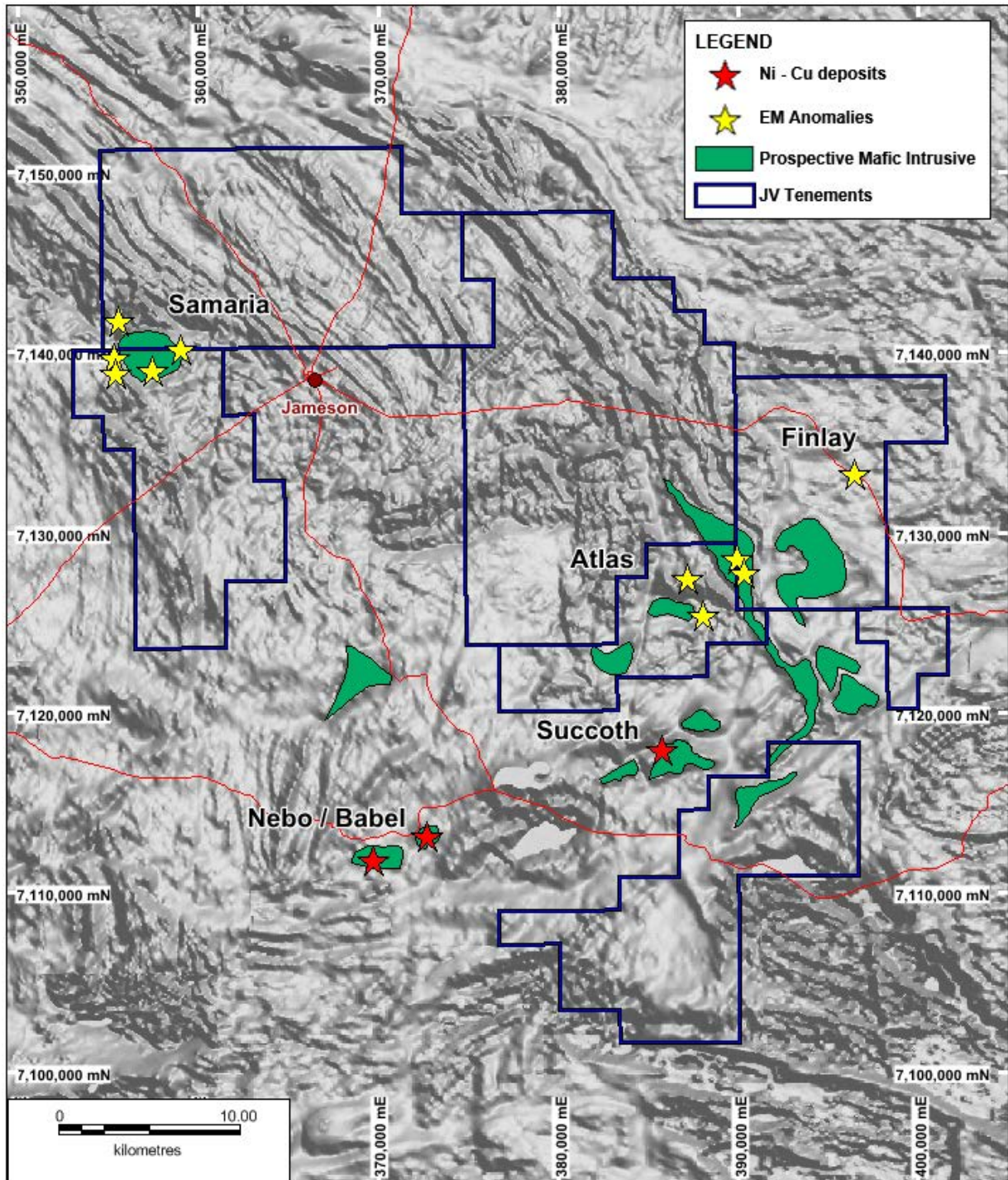


Figure 3. An aeromagnetic image showing the position of interpreted mafic intrusives and various prospects

The copper and nickel sulphide mineralisation in this part of the project area is associated with younger aged mafic intrusives that intrude the older intrusives and gneissic country rock sequence. The very large Babel-Nebo resource and the recently discovered Succoth prospect (owned by BHP Billiton) are good examples of this style of mineralisation. Other lesser known (and smaller) high grade nickel and copper prospects of similar style are also known to occur in the vicinity. The shared geological setting with that of BHP Billiton's prospects presents a very attractive exploration opportunity and it is gratifying to see our faith in the region being demonstrated by the defining of these new EM targets.

In addition to the EM work underway, a high resolution aeromagnetic survey has also been flown by WSA over the Atlas and Samaria target areas (4,500 line kilometres). This data set will be particularly useful for defining the presence of the mafic intrusives and geological structures that are the important controls to the copper and nickel mineralisation in this area.

The ongoing evaluation of the WSA EM and aeromagnetic data has already provided sufficient encouragement for initial programs of drill testing to be instigated. Heritage plus flora and fauna surveys are underway and all other permitting matters are being attended to in preparation for drilling at the first opportunity.

The previously defined Finlay target will be included in this process. At Finlay, previous EM surveys defined a strong conductor starting at about 150 metres below surface, extending over about 300 metres in length and dipping at about 45 degrees in a south-easterly direction.

Anglo American Exploration (Australia) Pty Ltd Joint Venture:

Anglo American Exploration (Australia) Pty Ltd (“AAE”) completed a two-hole drill program on the Bergenost Prospect intersecting a 20 metre zone of sulphides. Laboratory assay results are still awaited but visual evidence and portable XRF analysis indicates that the sulphides are barren and mostly comprise pyrite and pyrrhotite. The sulphides intersected are considered to adequately account for the conductor highlighted by the Spectrem EM survey. There are now no additional plans by AAE to explore in this part of the joint venture and consequently the tenements EL69/2804, 2805 and 2608 have been returned fully to Traka. AAE’s remaining interests in the Musgraves are now concentrated in the south eastern Latitude Hill area (Figure 2). A number of strong Spectrem EM targets in this area are still to be followed up.

The Ravensthorpe Project

Traka’s interests in the Ravensthorpe Project are entirely farmed-out to Silver Lake Resources Limited (“SLR”) subject to the terms of 4 separate Option Agreements, each relating to a separate part of the project. SLR have an initial 12 month Option Period after which time they may choose to retain an interest and/or return separate option areas subject to various terms (Figure 4).

There was no updated information available from SLR for this joint venture at the time of writing this report.

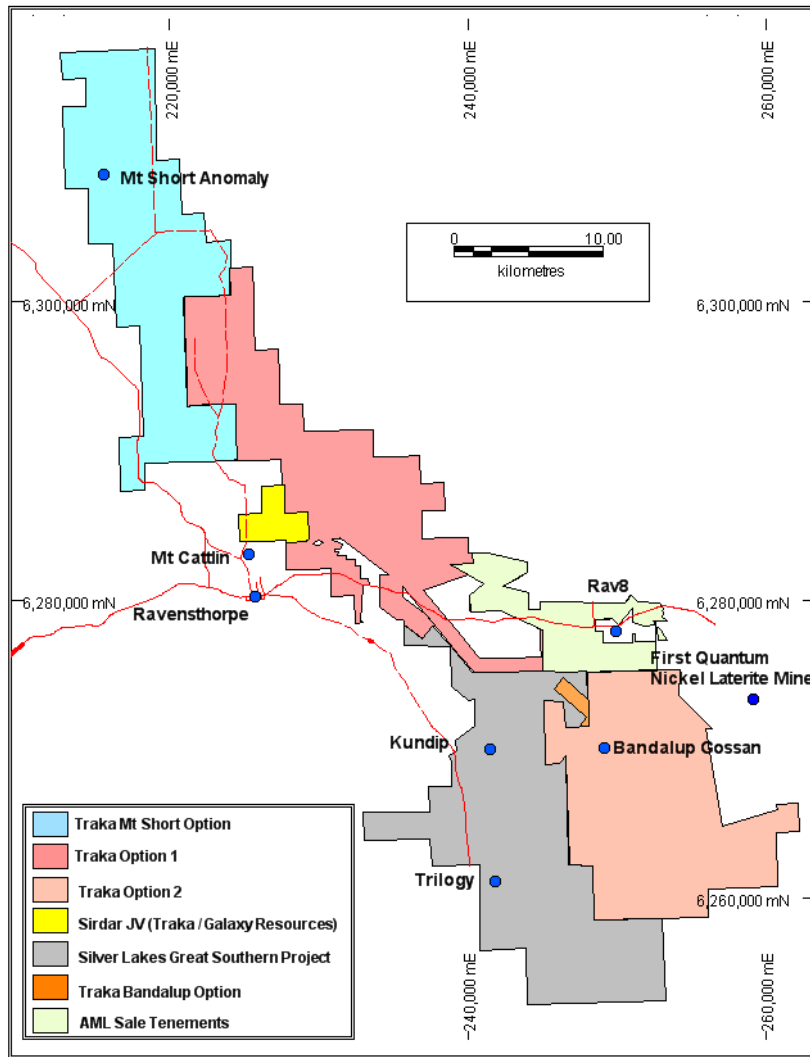


Figure 4: Location plan of the Ravensthorpe Project

Sirdar Joint Venture

(Galaxy 80%; Traka free carried)

No updated information is available for this joint venture.

Mr Patrick Verbeek
Managing Director

18 October 2013

JORC Compliance Statement

The information in this report that relates to exploration results is based on information compiled by Mr P A Verbeek, the Managing Director of Traka Resources Limited. Mr Verbeek 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 in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Verbeek consents to the inclusion in the report of the matters based on his information in the form and context in which they appear.