

31 July 2024

June 2024 QUARTERLY ACTIVITIES REPORT

KEY HIGHLIGHTS

CORPORATE

- Capital raising of ~\$690,000 announced to enable activity on existing and new projects.
- Appointment of Harvey Kaplan as Non-Executive Chairman.

THE MAVAGO AND MEPONDA PROJECTS

- Entered into an Option Agreement to acquire 80% interest in the Mavago and Meponda Projects in Mozambique, subject to due diligence review.
- Both projects are prospective for REE and Niobium, hosted within carbonatite intrusives.

THE GORGE CREEK PROJECT

- Permit applications to enable land access currently underway in anticipation of exploration programs, including drilling, within the next two months.
- Priority drill program on the Typhoon Target where an RC pre-collar is already complete and CEI grant funds are in place.
- Newly defined REE and uranium targets will be followed up concurrently with the planned drill program.

THE CRANBROOK PROJECT

- Land access permits are currently being entered into to enable the drilling of a number of priority targets for shallow clay hosted REE and deeper fresh rock carbonatite intrusive targets.

CORPORATE

Towards the end of the quarter, the Company announced the placement of 345,131,687 fully paid ordinary shares to professional and sophisticated investors at an issue price of \$0.002 per share to raise approx. \$690,000 (before costs), together with 1:2 attaching unlisted options exercisable at \$0.005 and expiring on 15 December 2026. Subsequent to quarter end, the placement was settled in part with the issue of 195,000,000 shares and the related options, with the remaining shares, for which the Company has secured binding commitments, to be issued upon receipt of the cash consideration. Section 3.9 of the Appendix 5B includes \$90,000 received in advance of the placement concluding on 18 July 2024.

The capital structure of the Company, following the placement (after quarter end), is:

Ordinary Fully Paid Shares	1,945,658,554
Options expiring 15 Dec 2026 at \$0.005	622,697,559
Director Options expiring on 29 Nov 2024 at \$0.0163	2,000,000
Director Options expiring on 24 Nov 2025 at \$0.008	2,000,000
Staff Options expiring 24 May 2025 at \$0.013	650,000

During the quarter, Traka welcomed Harvey Kaplan as a new non-executive director. Mr Kaplan was also appointed as Chairman of the Board of Directors, taking over the reins from Joshua Pitt, who has served in the role since 2019.

THE MAVAGO AND MEPONDA PROJECTS

On 27 June 2024 the Company announced¹ that it has entered into an exclusive 3-month Option Agreement to acquire the Mavago and Meponda Rare Earth Element (REE) and Niobium (Nb) Projects in the Niassa Province of north-western Mozambique. The agreement is subject to completion of a positive outcome to a due diligence investigation and the Company obtaining all necessary regulatory, shareholder and third-party approvals.

Details of the terms of the Option Agreement, including option fee payments and proposed issue of shares, the identities of the vendors and the introducer of the projects, as well as conditions precedent, are included in the announcement to ASX dated 27 June 2024.

The Mavago and Meponda Projects are within the East African Rift Valley geological zone which is an emerging exploration and mining destination for intrusives related REE and Nb mineralisation (Figure 1). The projects have geological setting similarities to other developing REE and Nb projects in the East African Rift Valley Zone.

Examples of activity underway in this region are:

- Lindian Resources (Kangankunde Project, Malawi) - 261mt TREO @ 2.14% TREO carbonatite intrusive host rock²;
- Altona Rare Earths (Monte Muambe, Mozambique) - 13mt @ 2.42% TREO carbonatite intrusive host rock³;
- Chilwa Minerals (HMS/REE, Malawi) – 61.6mt @ 3.9% THM (Total Heavy Metals) Lake Shore sand hosted⁴.

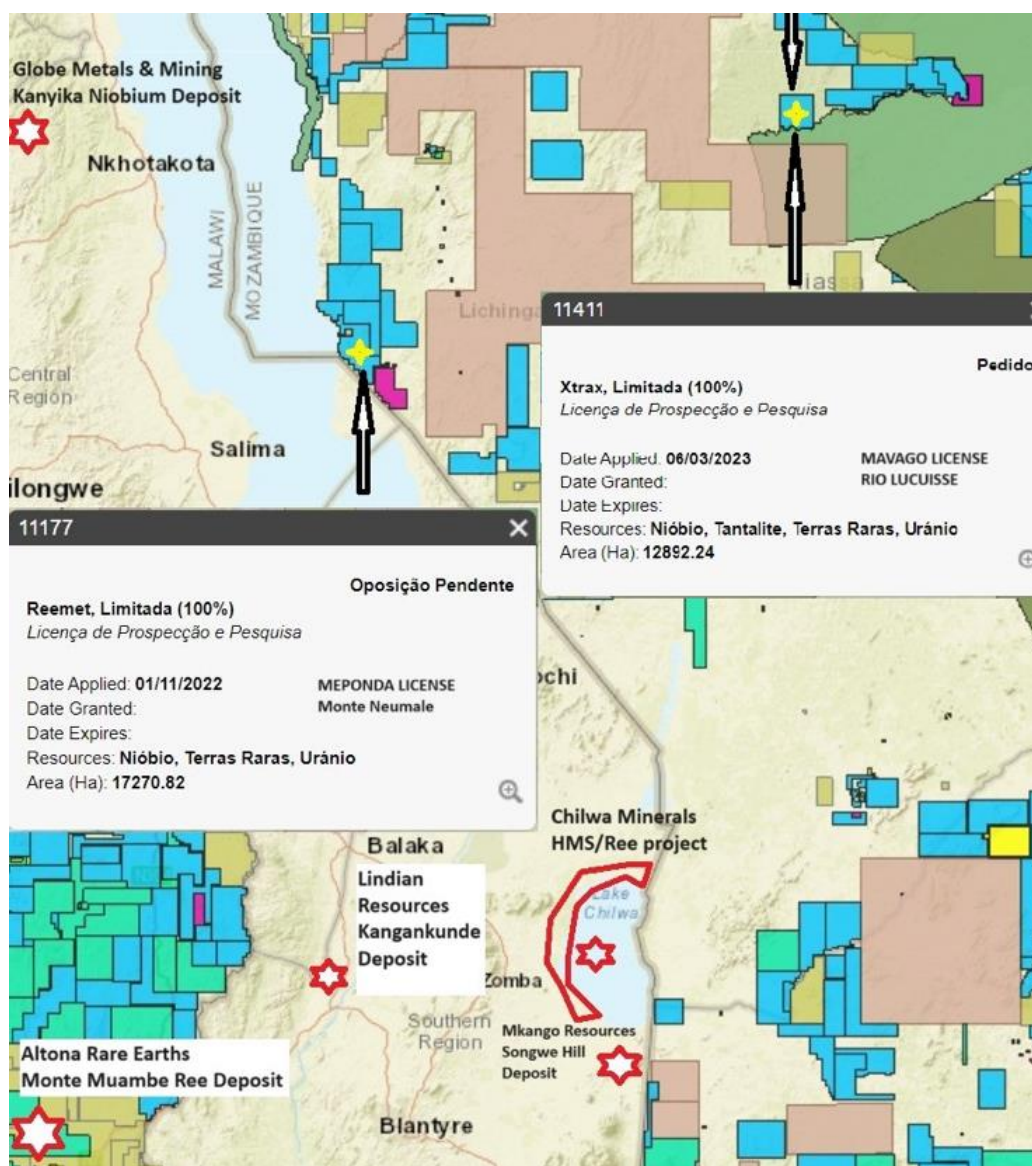


Figure 1. Map showing the location of REE and Niobium Projects in the region

The Mavago Project

The Mavago Project is located 27 kms south of the town of Mavago in Niassa Province of northwestern Mozambique. It is associated with a southwest dipping 3.6 kilometres long by approximately 300 metres wide pyroxenite intrusive within a gneissic alkaline granite (Figure 2). There is a coincident radiometric anomaly associated with the intrusive that is a focus for exploration.

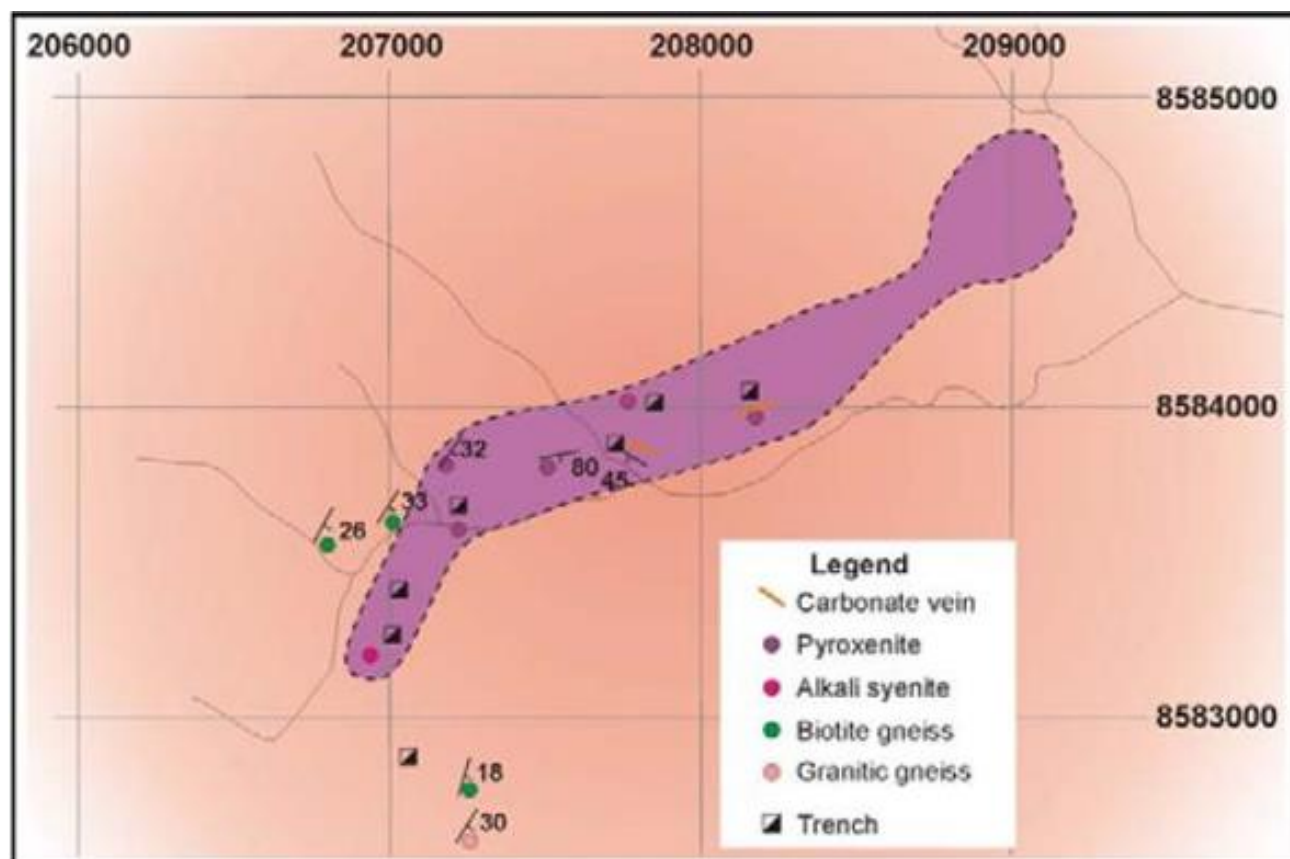


Figure 2. A simplified reconnaissance level geology map of the Mavago Project area showing the location of prospecting pits

The Meponda Project

The Meponda Project is hosted within a syenite intrusive complex that is approximately 6 km long and 1 km wide (Figure 3). The exploration history in this area is sparse and now 20 to 30 years old however past results have encouraging indicators for Niobium, REE, Lanthanum, Cerium, Neodymium, Praseodymium, Uranium and Samarium. Pyrochlore was also identified, and this mineral has a very high niobium mineral content from which 95% of the world's global niobium is produced.

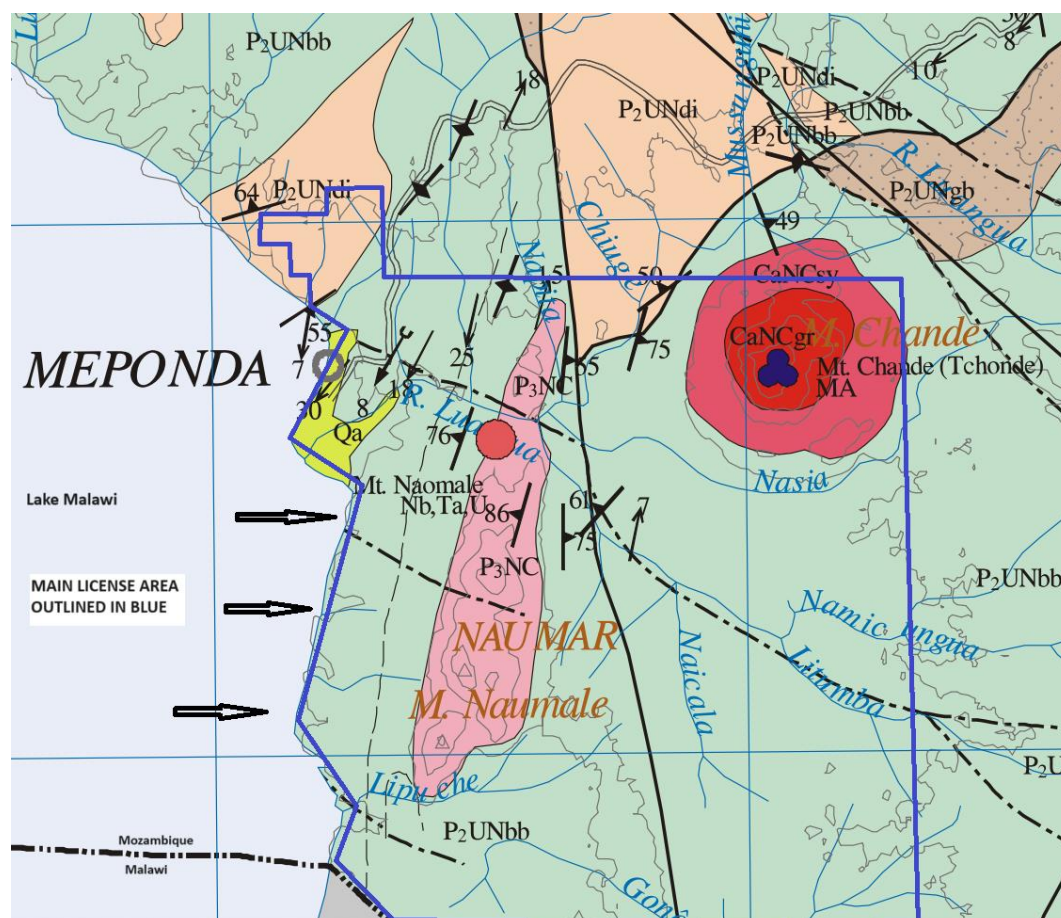


Figure 3. A geology map of the Meponda project area showing the syenite intrusive complex

GORGE CREEK PROJECT

Preparatory work to recommence exploration activity work within the next two-month period is underway to enable drilling of previously defined base metal targets (copper, lead, zinc, cobalt) with completed pre-collar holes, exploration for REE in geological unconformities and granites in addition to uranium anomalies. Land access permitting negotiations form part and are integral to the commencement of field-based exploration activity.

Base Metal Targets

A diamond drill program utilising a Queensland Government Exploration Initiative Grant (CEI) of \$104,500 is being prepared for the Typhoon Prospect. The Typhoon Prospect is a large-scale flat-lying lead and zinc metal dominant target of the Sedimentary Exhalative type (SEDEX) the same as that hosting the mineralisation at the New Century and MacArthur River Mines in the same region (Figure 4). The RC pre-collars on these holes have already been completed.

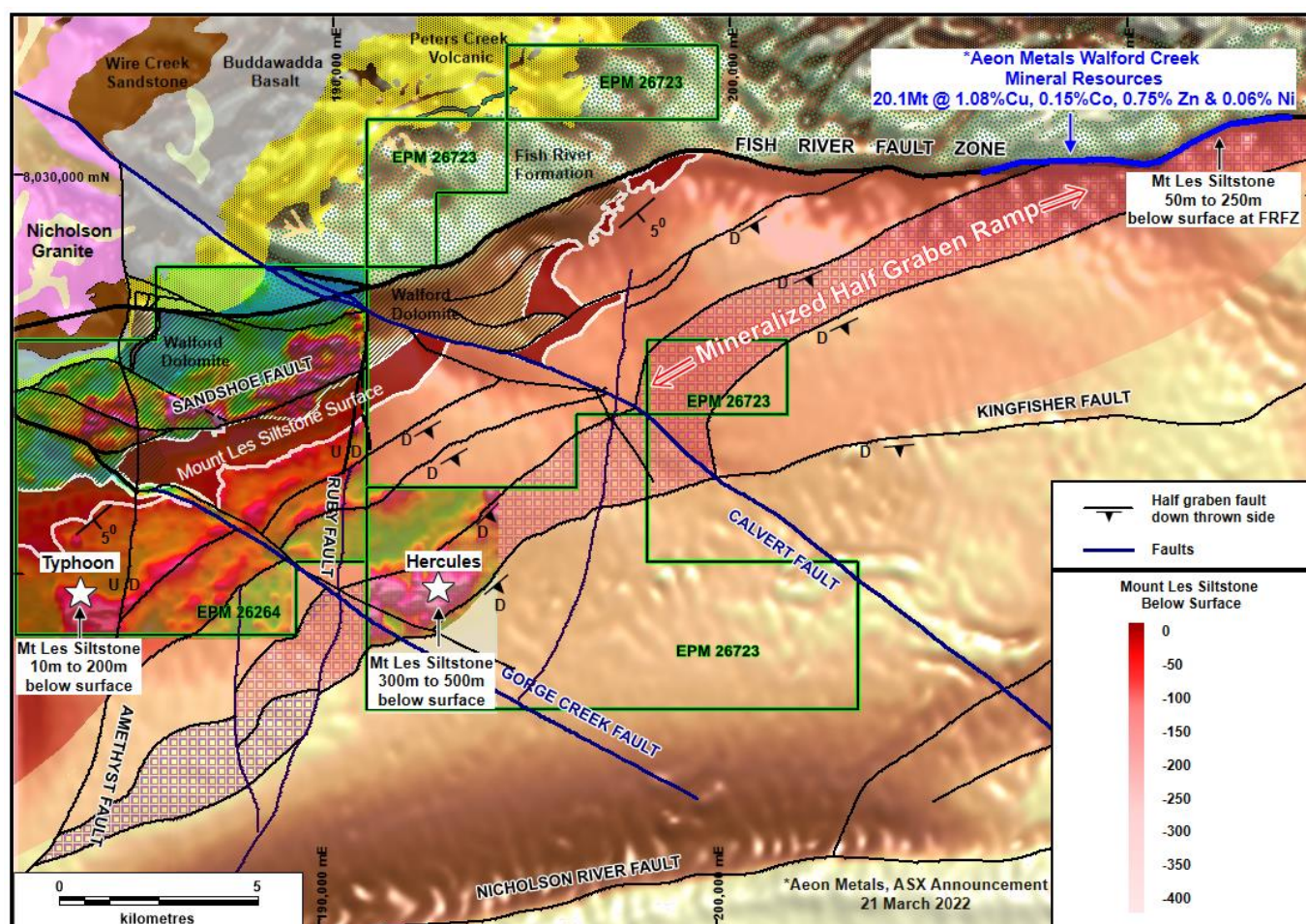


Figure 4. An aeromagnetic image showing geology and structures highlighting the key position of the Typhoon drill target.

Rare Earth Targets (REE) Targets

REE prospectivity at Gorge Creek is associated with geological unconformities and within the Nicholson Granite (Figure 5). The combined strike length of the unconformities at Gorge Creek is about 30 kms. These are in a similar geological setting to that present at the Browns Creek Dome area of Western Australia (Northern Minerals Limited).

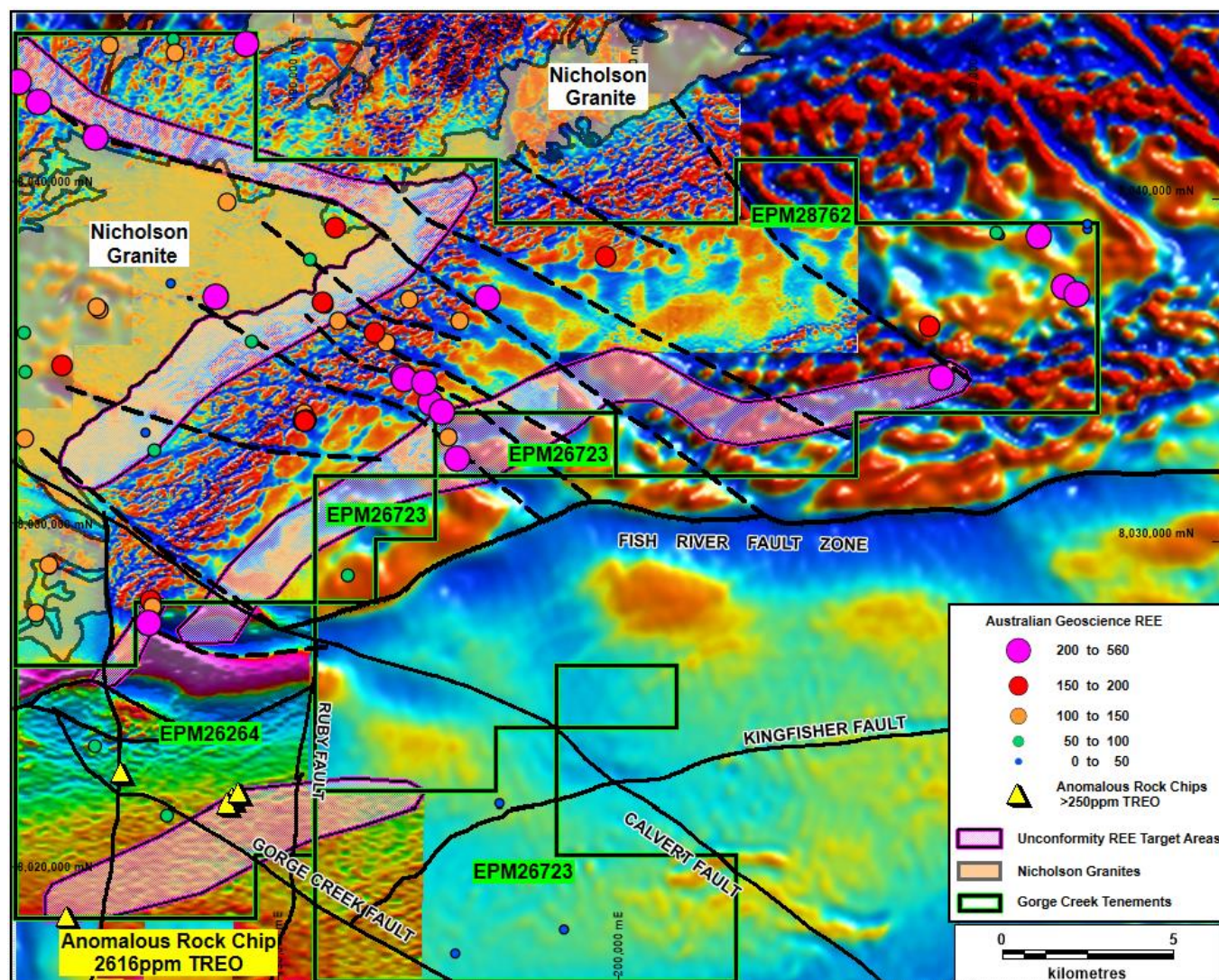


Figure 5. A regional aeromagnetic image showing the anomalous REE sample positions peripheral to the REE enriched Nicholson Granite, on the unconformity positions peripheral to granite and the north-west trending structures

The Nicholson Granite is prospective for granite hosted REE mineralisation like that recently discovered near Mt Isa over the Sybella Granite. The same generation of sampling by Australian Geoscience at Sybella has highlighted potential over the Nicholson Granite.

Uranium Targets

A number of strong unconformity, structural and dyke related uranium anomalies in a geological setting the same as that hosting mineralisation at the nearby Westmorland Uranium Project is present. The largest of the anomalies is along a 15 km long stratigraphic horizon over the shallow south-dipping Fish River Formation (FRF) (Figure 6). The FRF is a basal unit dominantly comprising sandstone and conglomerates and is stratigraphic equivalent to the Tawallah Group hosting the nearby Westmorland mineralisation.

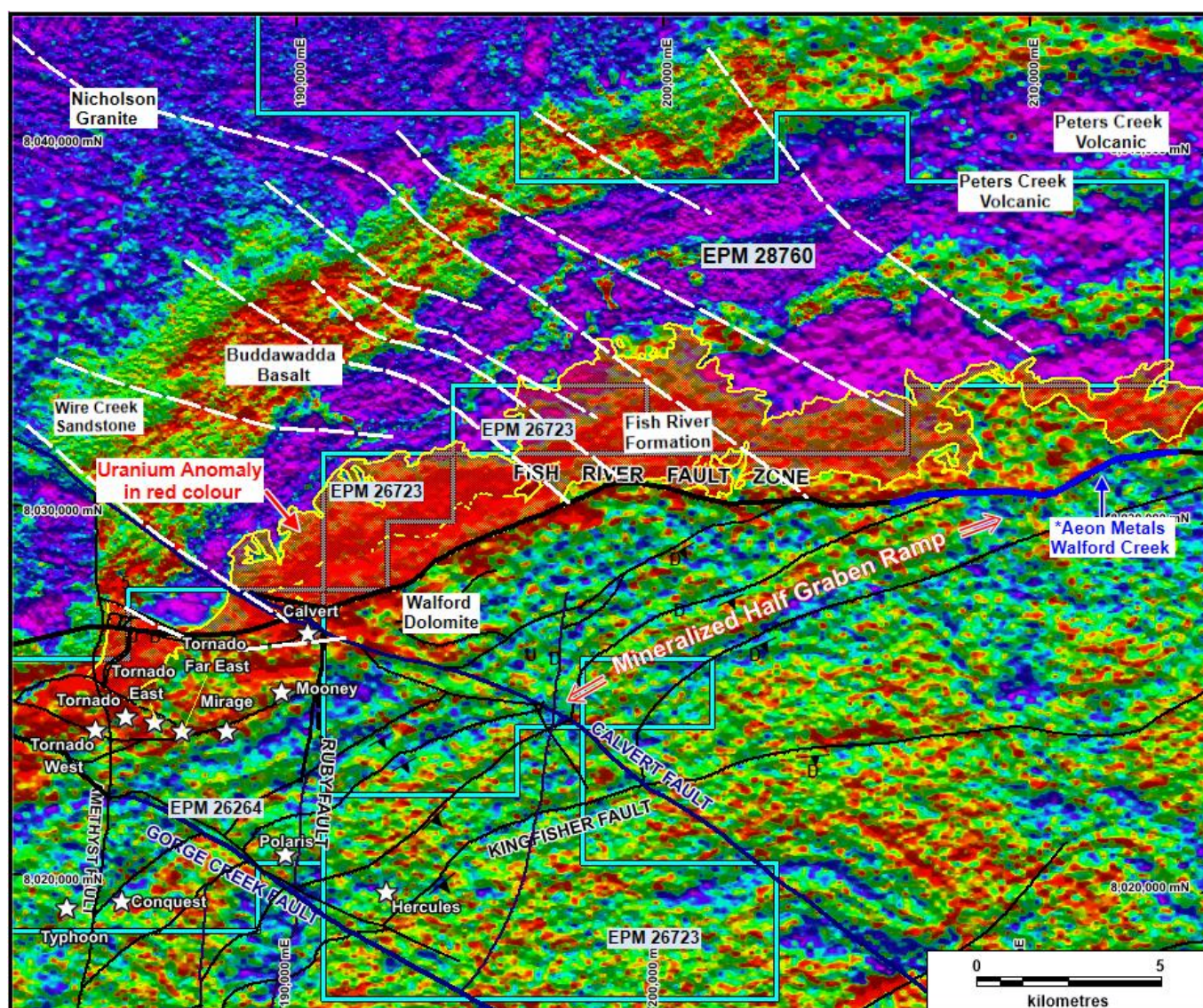


Figure 6. A U₂/Th ratio radiometric image over Gorge Creek highlighting in red the main uranium anomaly coincident with the Fish River Formation (yellow boundary) north of the Fish River Fault. Numerous other anomaly positions also show along fault lines and dykes.

CRANBROOK REE PROJECT

The Cranbrook Project covers an area of 900 sq km and overlies the Albany Fraser Orogen Zone prospective for clay and rock hosted REE mineralisation like that discovered by other parties in the same geological setting (Figure 7).

A review of historic data has highlighted prospectivity for both near surface clay hosted REE as well as fresh rock carbonatite intrusives.

A Native Title permit has been entered into with the Aboriginal Claimants of the region and private landowners are currently being approached to secure Access Agreements into the priority target areas.

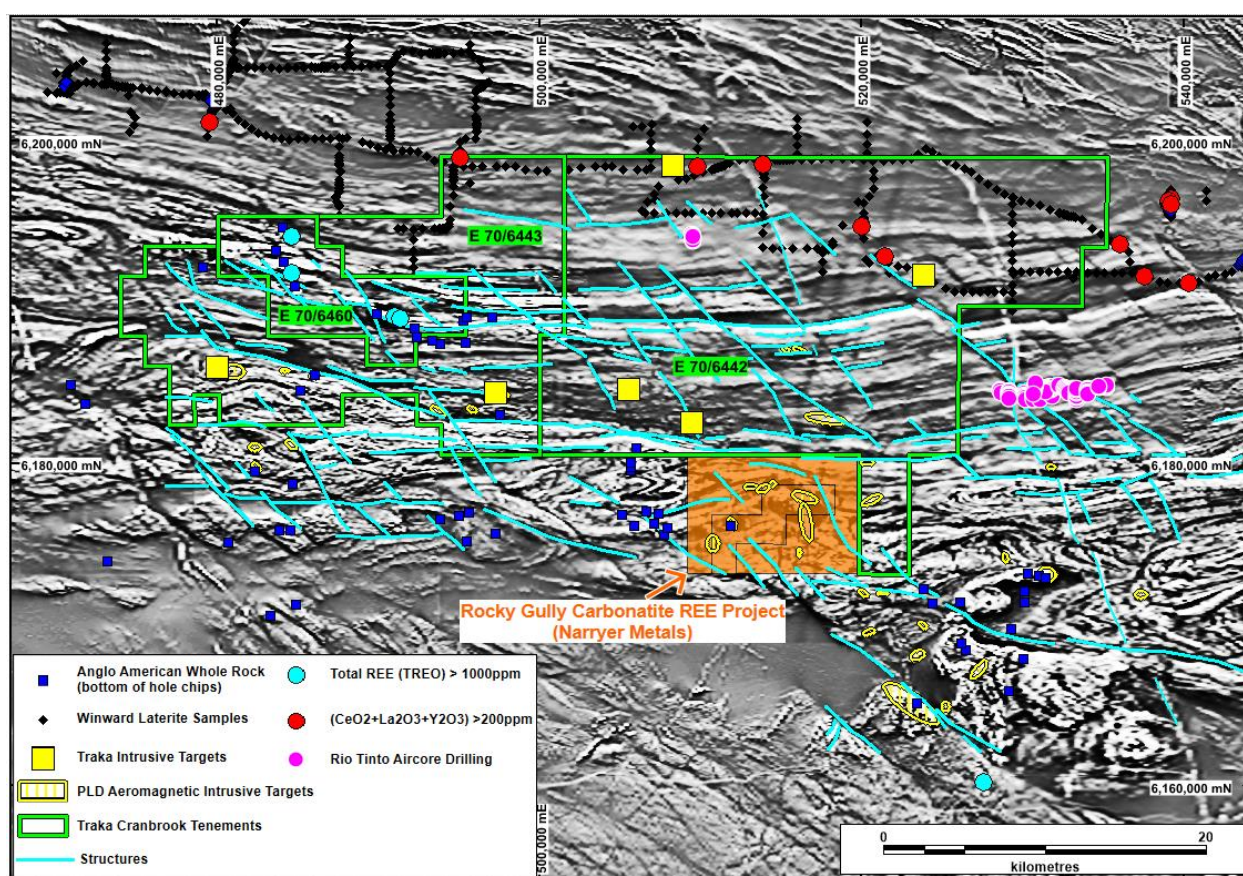


Figure 7. The Cranbrook Project over an aeromagnetic showing the location of historic sampling results and the position of aeromagnetic anomalies indicative of Carbonatite Intrusives

MT CATTLIN GOLD-COPPER-REE PROJECT

There has no reportable activity on this project during this quarter.

MUSGRAVE PROJECT

There has been no reportable activity on this project during this quarter.

PAYMENTS TO RELATED PARTIES

As reported in Section 6 of the Appendix 5B Quarterly Cash Flow Report, payments to related parties include:

	\$000
Remuneration of Executive Director for consulting services	16
Director fees and superannuation	48
Reimbursement of director expenses	1
Rent of storage space paid to entity associated with a director	<u>3</u>
Total	<u>68</u>

Authorised by the Board

Patrick Verbeek
Executive Director

COMPLIANCE STATEMENT

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr P Verbeek who is the Executive Director of Traka Resources Limited. Mr Verbeek, who is a Competent Person and a Member of the Australasian Institute of Mining and Metallurgy, has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Verbeek consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.

¹ Traka ASX Announcement 27 June 2024 – Acquisition of potentially transformative REE and Niobium projects

² Lindian Resources ASX Announcement 3 August 2023

³ Altona Rare Earths LSE Announcement 25 September 2023

⁴ Chilwa Minerals Investor Presentation ASX Announcement 18 August 2023

TRAKA RESOURCES LIMITED
MINERAL TENEMENT INFORMATION (ASX Listing Rule 5.3.3)
For the quarter ended 30 June 2024

Type	Tenement	Location	Registered Holding	Beneficial Interest
E	69/2749	Musgrave, WA	0%	Note 1
E	69/3156	Musgrave, WA	0%	Note 1
E	69/3157	Musgrave, WA	0%	Note 1
E	69/3490	Musgrave, WA	0%	Note 1
E	69/3569	Musgrave, WA	0%	Note 1
P	74/0370	Ravensthorpe, WA	0%	Note 2
P	74/0373	Ravensthorpe, WA	0%	Note 2
E	74/0401	Ravensthorpe, WA	0%	Note 2
E	74/0636	Ravensthorpe, WA	0%	20%
EPM	26264	Gorge Creek, QLD	100%	100%
EPM	26723	Gorge Creek, QLD	100%	100%
EPM	28762	Gorge Creek, QLD	100%	100%
E	70/6442	Cranbrook, WA	100%	100%
E	70/6443	Cranbrook, WA	100%	100%
E	70/6460	Cranbrook, WA	100%	100%
E	11177	Meponda, Mozambique	0%	Note 3
E	11411	Mavago, Mozambique	0%	Note 3

Mining tenements and beneficial interests acquired during the quarter, and their location:

Type	Tenement	Location	Registered Holding		Beneficial Interest	
			From	To	From	To
E	11177	Meponda, Mozambique	0%	0%	0%	0%
E	11411	Mavago, Mozambique	0%	0%	0%	0%

Mining tenements and beneficial interests disposed of during the quarter, and their location:

None

Note 1: the Company retains a 2% net smelter return royalty on all minerals produced from these tenements.

Note 2: the Company holds a 100% interest in the gold and other minerals excluding pegmatite minerals.

Note 3: the Company has an Exclusive Option, subject to positive outcome to due diligence, to acquire 80% interest in the Meponda and Mavago Projects in Mozambique.

Key:

E: Exploration licence

EA: Exploration licence application

P: Prospecting licence

EPM: Exploration permit mineral

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Traka Resources Limited

ABN

63 103 323 173

Quarter ended ("current quarter")

30 June 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(161)	(490)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(33)	(217)
	(e) administration and corporate costs	(108)	(396)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	2	4
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	48
1.8	Other	-	27
1.9	Net cash from / (used in) operating activities	(300)	(1,024)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	32	40
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	32	40

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	1,751
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	(196)
3.5	Proceeds from borrowings	-	239
3.6	Repayment of borrowings	-	(239)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other – received in advance of shares issued	90	90
3.10	Net cash from / (used in) financing activities	90	1,645

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	869	30
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(300)	(1,024)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	32	40
4.4	Net cash from / (used in) financing activities (item 3.10 above)	90	1,645

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	691	691

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	691	869
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details) Term Deposits	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	691	869

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	68
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
	<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	**	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		**
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	<p>** Note to Items 7.3:</p> <p>The Company established an "At-The-Market" (ATM) facility with Dolphin Corporate Investments (DCI) announced to the market on 5 January 2023. The facility is equity based and limited to \$3m. The actual facility is a function of share price and available capacity over a request and option exercise period. The actual facility capacity will change up or down over time. The Company may not sell shares through the facility to DCI above the maximum of \$3m which operates as a cap on the facility. The Company cannot request DCI to exercise its option to buy shares at or above the Company's nominated floor price (the Company has discretion). DCI has the right to decline an option request or may only partially exercise its option to buy shares (it is DCI's decision to buy once Traka has made the request).</p> <p>Whilst an ATM is a "facility" it is also a "sold contingent option", contingent on the Company activating the option and DCI exercising that option, and the Appendix 5B does not properly cater for the cashflow from options, or potential future placements that are subject to prevailing placement capacity that may or may not require shareholder approval which may not be obtained.</p> <p>In keeping with Australian Accounting Standards and the intent of App 5B reporting, the Company has chosen to not report any ATM facility amount in item 7.3, to ensure it is giving a true and fair view of facility positions that have conditions precedent for the funding to be attained.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(300)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(300)
8.4	Cash and cash equivalents at quarter end (item 4.6)	691
8.5	Unused finance facilities available at quarter end (item 7.5)	**
8.6	Total available funding (item 8.4 + item 8.5)	691
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	2.3
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

N/a

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

N/a

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

N/a

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 31 July 2024

Authorised by: The Board.....
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg *Audit and Risk Committee*]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.