

30 January 2015

December 2014 Quarterly Activities Report

Krakatoa Resources Limited (ASX: **KTA**) ("**Krakatoa**" or **the Company**") is pleased to provide the following summary of activities conducted in the December 2014 quarter.

Corporate

During the December 2014 quarter, Krakatoa completed a placement, issuing 5,010,000 ordinary shares with a 1:2 free attaching option exercisable at \$0.20 on or before 30 June 2015 to raise \$501,000.

Project Generation

The Company has continued to evaluate additional tenements of strategic importance to expand the land area held. This work is ongoing as Krakatoa seeks to acquire further value accretive assets.

BCS Tenement (Iron-Ore)

No work was completed on the BCS Tenement during the December 2014 quarter.

Donggala Tenement (Gold)

No work was completed on the Donggala Tenement during the December 2014 quarter.

Rio Jaya Tenements (Gold)

No work was completed on the Rio Jaya Tenements during the December 2014 quarter.



ASX Listing Rule 5.3.3 - Details of Tenements Held at 31 December 2014

Project	Tenement Licence	Interest held at 30 September 2014	Interest acquired/ disposed	Interest held at 31 December 2014
Donggala	IUP No.188.45/0465/DESDM	80%	-	80%
BCS	IUP No.540/23/IUP/DESDM/BUP-2010	99.8%	-	99.8%
Rio Jaya	IUP 188.45/0517/DESDM/2013	-	-	_*
Rio Jaya	IUP 188.45/0581/DESDM/2013	-	-	_*

^{*} The Company is party to a Memorandum of Understanding to acquire 80% of the Shares in PT. Rio Jaya Persada.

Yours faithfully,

Aryo Bimo Executive Director