



Traka Resources Limited

ABN: 63 103 323 173

13 November 2013

Company Announcements

ASX Limited

Level 10, 20 Bond Street

Sydney NSW 2000

Dear Sir / Madam

Placement of up to 11,500,000 shares to raise \$690,000 before costs and Share Purchase Plan of up to \$750,000

Traka Resources Limited (ASX: TKL) announces that it has resolved to carry out a fundraising consisting of a share placement to raise approximately \$690,000 (Placement), representing 12.4% of the current issued share capital, and a Share Purchase Plan (SPP) capped at \$750,000 (SPP).

The Placement of 11.5 million shares at 6 cents per share is being lead managed by Veritas Securities Limited and will be made to professional and sophisticated investors. The shares issued pursuant to the placement are expected to be allotted and issued by Tuesday 19 November 2013 and will rank equally with existing Traka fully paid ordinary shares.

The Company will also offer eligible shareholders the opportunity to participate in a non-underwritten Share Purchase Plan at the Placement price of 6 cents per share. Eligible shareholders at the record date of 12 November 2013 will each be offered the opportunity to subscribe for up to \$15,000 worth of new Traka ordinary fully paid shares without incurring brokerage or other share transaction costs. Proceeds from the SPP will be capped at \$750,000 and the Company will scale back applications if in aggregate they exceed \$750,000. The Directors have indicated their intention to participate in the SPP, but, if a scale back of applications is required, their applications will be scaled back entirely before other shareholders' applications are considered for reduction.

The issue price of the shares to be issued under the Placement and the SPP represents a 19% discount to the volume weighted average price of the Company's shares in the five days on which sales in the Company's shares were recorded prior to this announcement.

Trading in the Company's shares is expected to recommence on 13 November 2013 following release of this announcement.

The SPP is expected to open on 25 November 2013 and close at 5pm Perth time on 9 December 2013.

Traka will use the proceeds of the capital raising for ongoing exploration of its project portfolio in the West Musgraves area of central Western Australia and for general working capital.

In the Musgraves, Traka has built up a substantial land holding which is split between its exploration joint ventures with Western Areas Limited and Anglo American Australia Pty Ltd and Traka's own exploration acreage. The Musgraves area is prospective for base and precious metal deposits; full details are contained in Traka's 2013 Annual Report as well as Quarterly Reports lodged with ASX.

For further information, please contact the Company Secretary, Peter Ruttledge, on (08) 9481 2022.

Yours faithfully

Neil Tomkinson
Chairman