

29 July 2022

June 2022 Quarterly Activities Report

Exploration continues to enhance the definition of the three buried mineralised intrusives at Mt Cattlin Gold Copper Project, with planning for a drill program underway; New geophysical and geological surveys boost potential at Gorge Creek Zinc Project.

Mt Cattlin Gold Copper Project, WA

- In-fill geochemical sampling enhances the definition of three buried mineralised intrusives identified recently at Mt Cattlin.
- A MobileMT geophysical survey has been completed to define deeper geological structures (up to 1km below surface).
- The results will be integrated with near-surface data to provide a detailed geological model to assist with follow-up drill targeting.
- Survey results expected to be received during the September Quarter.
- An initial drill program to test the largest and shallowest of the core intrusives is planned once all outstanding survey and geochemical data have been received and assessed.

Gorge Creek, QLD

- Planning underway for follow-up drilling of copper, cobalt, lead and zinc mineralisation at the Gorge Creek Project, which is now accessible following more than two years of COVID-19 lock-out.
- New regional-scale geophysical and geological surveys by Geoscience Australia have further enhanced the prospectivity of the Gorge Creek Project.

Mt Cattlin Gold-Copper Project

Follow-up geological and geochemical sampling undertaken during the June Quarter has further enhanced the definition of three mineralised intrusive bodies identified recently at the Mt Cattlin Gold-Copper Project.

The three buried intrusives are centrally located within a 3.5km-wide intrusive complex that hosts all known gold and copper mineralisation at Mt Cattlin.

The intrusives were modelled using soil geochemical data assayed for elements commonly associated with the alteration halos surrounding large porphyry and/or IRG (Intrusive Related Gold) deposits. The modelling indicates that the centre of each intrusive has a core of several hundred metres' diameter and that they sit between 250m and 800m depth. The largest and shallowest of the intrusives is the northern body.

The drilling was targeting very large-scale SEDEX-style lead and zinc deposits, similar in nature to the Tier-1 Century and MacArthur River deposits found in the region and the copper (Cu), cobalt (Co), lead (Pb) and zinc (Zn) targets on the major structural positions like the Fish River Fault Zone (FRFZ) hosting the nearby Walford Creek deposit (Figure 2).

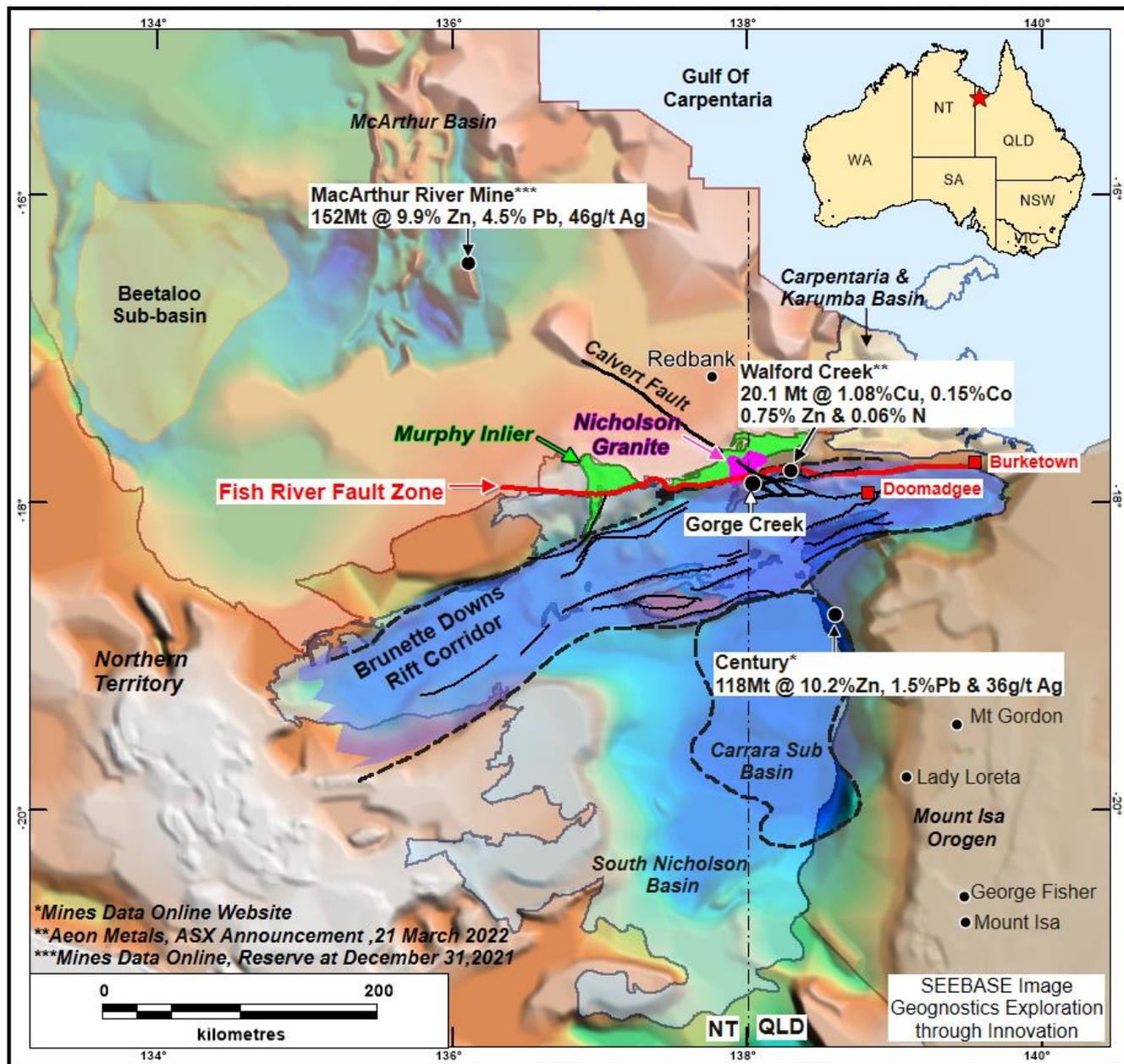


Figure 2. An image showing the key position of the Gorge Creek Project on the intersecting margin of the newly defined Brunette Downs Rift Zone, the South Nicholson Basin, the Murphy Inlier, major faults and the Nicholson Granite.

In the intervening period since Traka’s drilling, Geoscience Australia completed new regional-scale geophysical and geological surveys which have further enhanced the prospectivity of the Gorge Creek Project. Gorge Creek is now interpreted to be on the northern margins of the north-east trending Brunette Downs Rift Corridor, where it is in contact with the FRFZ and the Murphy Inlier. Rift zones are dilatational zones with numerous deep seated faults forming grabens to accommodate the slumping stratigraphic sequence of the South Nicholson Basin. These faults become conduits for mineralised hydrothermal fluids

from the underlying volcanic sequences to come to surface and precipitate in favourable reactive rocks such as the carbonate-rich dolomites and pyrite-rich black carbonaceous shales found at Gorge Creek.

Within the Gorge Creek tenements, a series of deepening half-graben faults, conformable to the regional Brunette Downs Rift direction, segments the stratigraphic sequence into a series of half-graben ramps deepening to the south towards the centre of the South Nicholson Basin. One of these ramps appears to link the mineralisation hosted in the Mt Les Siltstone at Walford Creek to the Hercules drill target on Traka's tenement 20km to the south-west (Figure 3).

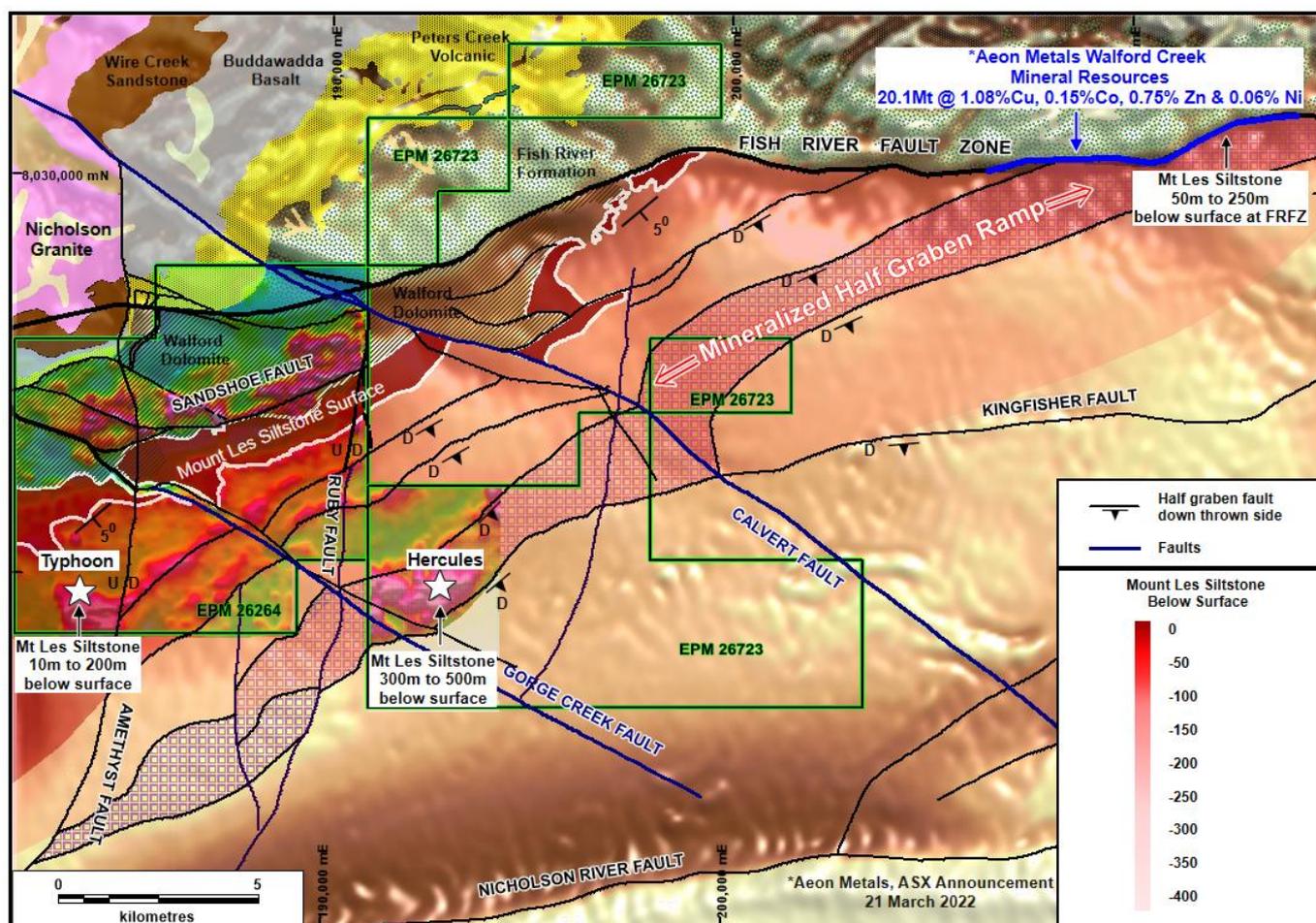


Figure 3. An aeromagnetic image with the mage showing the key position of the Gorge Creek Project on the intersecting margin of the newly defined Brunette Downs Rift Zone, major faults and the Nicholson Granite.

A helicopter-borne XCITE electromagnetic survey completed by Traka in 2018⁽³⁾ highlighted the conductive pyritic carbonaceous Mt Les Siltstone underneath the Hercules target pre-collar drill-hole. In this position, the intersecting half graben, Gorge Creek and Ruby Faults could be the conduits for mineralisation fluids.

Another favourable target zone on this same style of geological setting is recognised in the vicinity of the north-west trending Calvert Fault, but no field work has ever yet been completed here.

At Walford Creek the Cu, Co, Pb and Zn mineralisation present in the Mt Les Siltstone has come from hydrothermal fluids coming up through the Fish River Fault Zone (FRFZ) conduit.

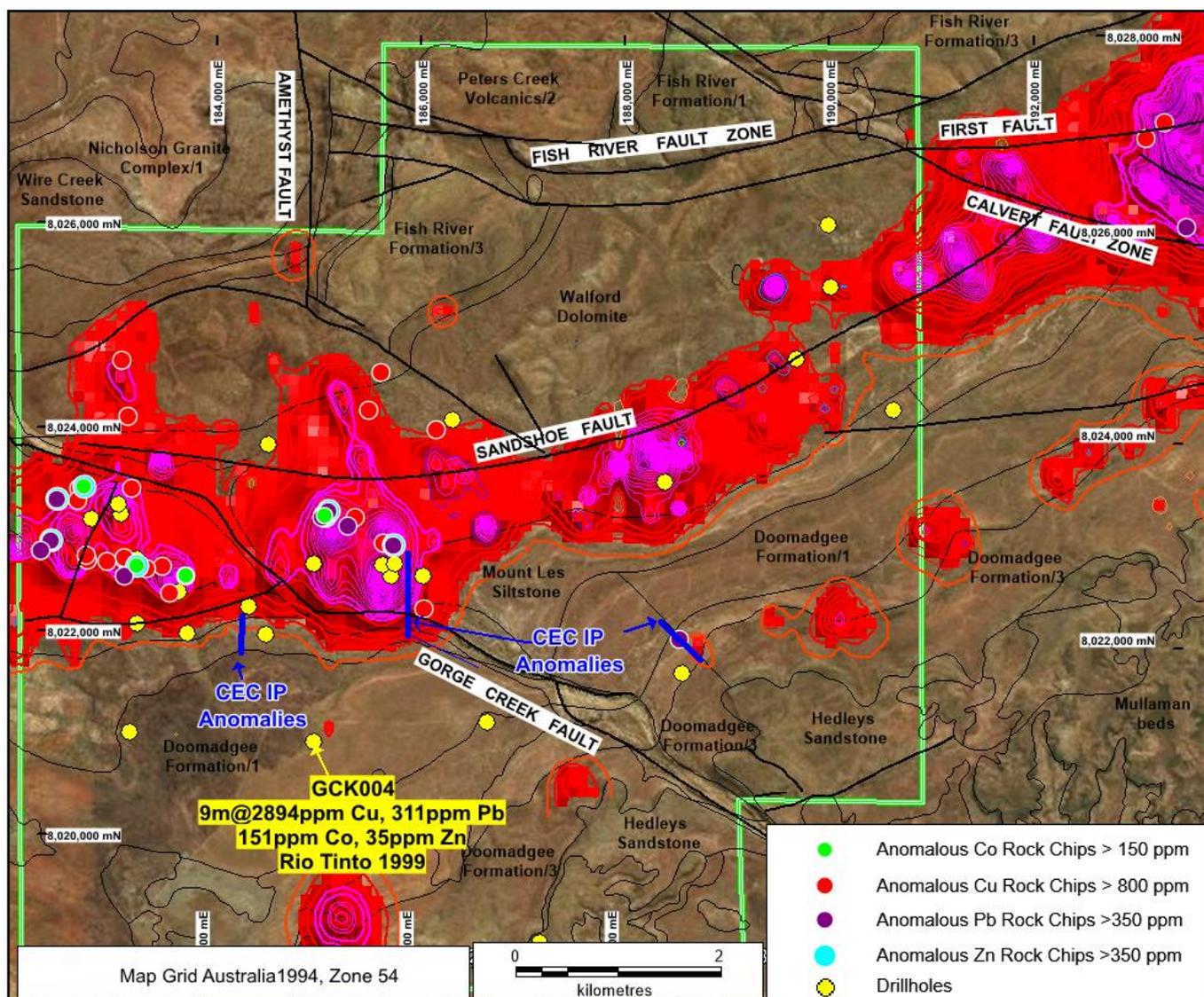


Figure 4. A satellite image with a schematic display showing soil and rock-chip geochemical anomalism and old drill hole positions over the Walford Dolomite and Mt Les Siltstone stratigraphic units.

Underlying the Mt Les Siltstone is the Walford Creek Dolomite stratigraphic unit, predominantly comprising a carbonate rich rock. Like the pyritic carbonaceous Mt Les Siltstone it is also a reactive rock and an excellent host for mineralisation, particularly at its base where it first encounters the up-welling mineralised hydrothermal fluids. At Walford Creek this position is well below the Mineral Resource, but to the west in Traka's ground, the Walford Creek Dolomite is faulted to surface along the edge of the Brunette Downs Rift Zone where the diverging FRFZ kinks around the Nicholson Granite intrusive.

The complex series of faults and numerous existing gossans, geochemical anomalies and drilled prospects in Traka's tenement attests to flooding of Walford Dolomite by mineralised hydrothermal fluids (Figure 4). There are a number of positions in this area with RC pre-collars already complete and targets zones at the base of the Walford Dolomite with several hundred metres drilling from surface.

Musgrave Project

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

New Project Development

While the Company is busy on its existing projects, ongoing efforts continue to be made to identify other opportunities to expand the Company's exploration portfolio.

CORPORATE

Payments to Related Parties

(as reported in Section 6 of the Appendix 5B Quarterly Cash Flow Report)

	\$000
Remuneration of the Managing Director	68
Reimbursement of director expenses	1
Director fees paid to non-executive directors	25
Rent of storage space paid to entity associated with a director	3

By authority of the Board

Patrick Verbeek

Managing Director

- (1) ASX announcement 28 June 20221
- (2) Traka Quarterly Report 18 October 2019
- (3) Traka Quarterly Report 30 April 2018

COMPLIANCE STATEMENT RELATING TO TRAKA'S PROJECTS

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 a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy and is engaged full time as the Managing Director of the Company. Mr Verbeek has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaking 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 the report of the matters based on his information in the form and context in which it appears.

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 2022

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	(98)	(1,280)
(b) development	-	-
(c) production	-	-
(d) staff costs	(57)	(216)
(e) administration and corporate costs	(98)	(406)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	1	1
1.5 Interest and other costs of finance paid	(1)	(1)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other – Government co-funding drilling	-	25
1.9 Net cash from / (used in) operating activities	(253)	(1,876)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	(47)
(d) exploration & evaluation	-	-
(e) investments	-	-
(f) other non-current assets	-	-

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
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(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	-	(47)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	2,419
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	-	(145)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	2,274

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,201	597
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(253)	(1,876)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	(47)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	2,274

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	948	948

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	646	900
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details) Term Deposits	302	301
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	948	1,201

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	97
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>		

7.	Financing facilities <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>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
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.		
	N/A		

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

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(253)
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)	(253)
8.4	Cash and cash equivalents at quarter end (item 4.6)	948
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	948
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	3.7
	<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>	
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	
	<i>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.</i>	

Compliance statement

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

Date: 29 July 2022

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

Notes

- 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.
- 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.

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

TRAKA RESOURCES LIMITED
MINERAL TENEMENT INFORMATION (ASX Listing Rule 5.3.3)
For the quarter ended 30 June 2022

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%
EA	37/1458	Leonora, WA	100%	100%

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

None

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.

Key:

E: Exploration licence

EA: Exploration licence application

P: Prospecting licence

EPM: Exploration permit mineral