

TRAKA RESOURCES LTD

(A.B.N. 63 103 323 173)

Quarterly Activity Report for the three months ended 31st March 2007

The Ravensthorpe Nickel Project:

(The Independence Group "IGO" Earning 51%)

Work programs undertaken by IGO during the quarter comprised diamond drilling on the Mt Short Project, regional electromagnetic surveys and a Mine Scoping Study on prospects in the Jerdacuttup area (Figure 1). IGO have provided the information quoted below in relation to these work programs:

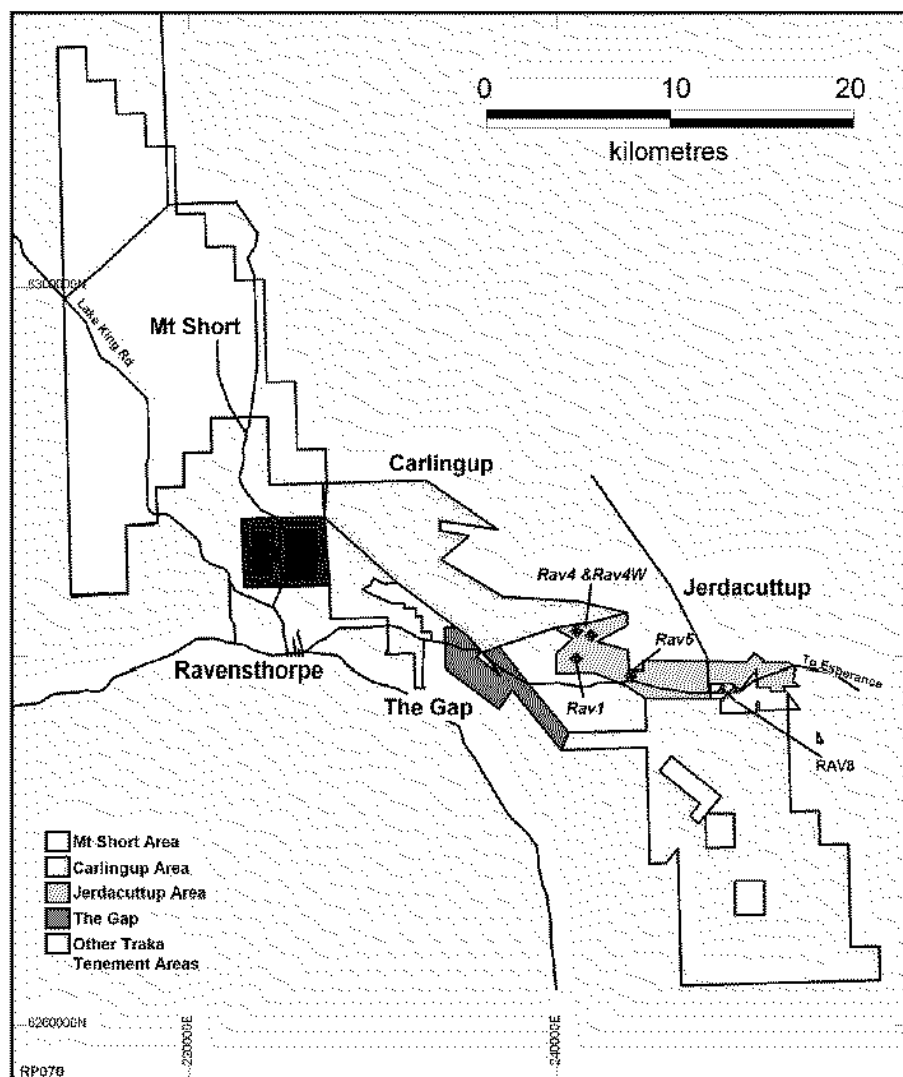


Figure 1. The Ravensthorpe Nickel Project

“Diamond Drilling at Mt Short.

Drilling intersected a series of cumulate facies ultramafic units and sulphide zones. The sulphides intersected are unrelated to the ultramafic units and are not Ni enriched, but do explain the EM anomalies. EM surveying will continue to cover ultramafic stratigraphy in the search for any significant sulphide bodies. Ongoing work has already defined targets of interest.

Regional EM Surveying.

Recent EM surveying has defined a significant anomaly associated with an area of prospective ultramafic rocks. Historical RAB drilling returned up to 0.63% Ni and 0.83% Cu in a broad area of surface geochemical anomalism. Further detailed EM surveying will be completed in order to prioritise this target for drill testing.

Scoping study.

Whilst the focus of exploration on the project is to discover a new stand-alone deposit, a scoping study to give a preliminary appraisal of the viability of mining the shallow low-grade nickel mineralisation located at the RAV1, RAV 4, RAV 4 West and RAV 5 Prospects in the Jerdacuttup area is in progress. Exploration and wide spaced drilling on these prospects by former exploration companies and more recently by Traka and IGO has confirmed the presence of nickel gossans at surface and nickel sulphide mineralisation extending to depth.

The Prospects being evaluated have been drilled to varying degrees of confidence (none to Indicated Resource JORC standard) but in each case sulphide mineralisation in disseminated and massive sulphide form occurs as broad sheet-like bodies on a gently south to south-east dipping basal contact of ultramafic rocks on quartzites. The sustained increases in the nickel price being experienced may now make these prospects viable as shallow open pit resources."

The Ravensthorpe Iron Ore Project:

A joint venture party is being sought to participate in the next drilling phase of this project. A number of targets areas have been identified for drilling. Clearance work and access to most of the target areas have been resolved.

The Mt Blyth Project:

Compilation of historic exploration data is continuing on the exploration licences held in the Musgrave area. Negotiations with the Ngaanyatjarra Land Council for permission to access the exploration licence is also ongoing.

Two new exploration licence applications (ELA 69/2378 and 2387) made during the quarter period have further added to the companies interests in this area (now totalling 3,674 sq. km.) Traka's holding in this very exciting under-explored area offers the opportunity for the discovery of base metals (including nickel), the platinum group of minerals, gold and uranium. The project as a whole provides a new focus for the company in an area regaining interest from the resource industry as a whole (Figure 2).

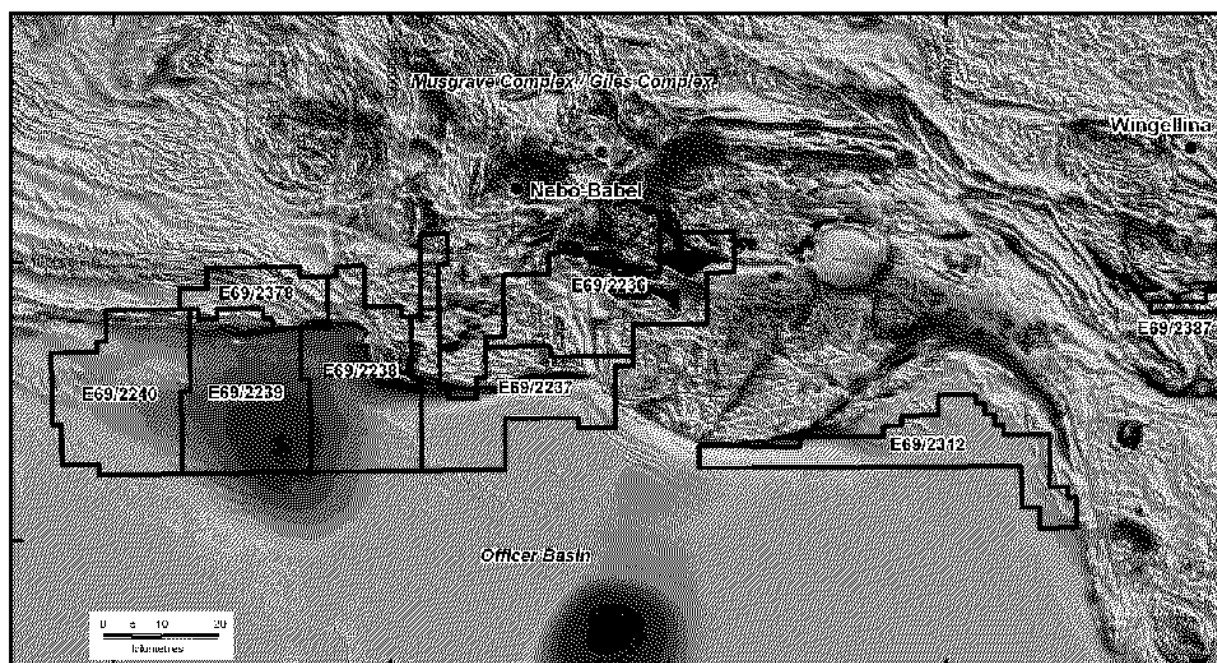


Figure 2. Aeromagnetic image of the Mt Blyth Project area.

Project Generation.

Continuing efforts are being made to bring new projects into the company's portfolio. A number of projects and joint venture opportunities in Australia and overseas have been assessed as part of this process.

Mr Patrick Verbeek
Managing Director

30th April 2007

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 Ltd. Mr. P. A. 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. P. A. 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 quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

TRAKA RESOURCES LIMITED

ABN

63 103 323 173

Quarter ended ("current quarter")

31 March 2007

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (9 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for		
	(a) Exploration & evaluation *	(33)	7
	(b) Development	-	-
	(c) Production	-	-
	(d) Administration	(142)	(311)
	* see note 1.25		
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	32	52
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material): Receipts	-	-
Net Operating Cash Flows		(143)	(252)
Cash flows related to investing activities			
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	(2)
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material) Payment	-	-
Net investing cash flows		-	(2)
1.13	Total operating and investing cash flows (carried forward)	(143)	(254)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(143)	(254)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	2,002
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	-	2,002
	Net increase (decrease) in cash held	(143)	1,748
1.20	Cash at beginning of quarter/year to date	2,238	347
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	2,095	2,095

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	64
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Net exploration cash flows for the year are positive reflecting the recovery from the Company's joint venture partner of previous quarter expenditure incurred as manager of the Ravensthorpe Nickel Project on behalf of the partner.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

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2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

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Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
Total	100

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	1870	2,013
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Term Deposit	225	225
5.5 Other (Bank accepted bills)	-	-
Total: cash at end of quarter (item 1.22)	2,095	2,238

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	E74/152 E74/219 E74/272	Tenement Expiry Tenement Expiry Tenement Expiry	100% 100% 100%	0% 0% 0%
6.2 Interests in mining tenements acquired or increased	Nil			

Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference ⁺securities <i>(description)</i>				
7.2 Changes during quarter				
(a) Increases through issues				
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 ⁺Ordinary securities	44,782,202	44,782,202		Fully Paid
7.4 Changes during quarter				
(7) Increases through issues				
(b) Decreases through returns of capital, buy-backs				
7.5 ⁺Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter				
(7) Increases through issues				
(b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
	2,000,000	-	35 cents	10 October 2008
	50,000		20 cents	31 December 2009
	1,000,000		20 cents	21 December 2010
	1,000,000		20 cents	28 December 2011
	200,000		25 cents	5 April 2012
7.8 Issued during quarter	200,000		25 cents	5 April 2012
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Peter Rutledge

Sign here: (Company secretary)

Date: **30 April 2007**

Print name: **Peter Rutledge**

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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