



Traka Resources Limited

ABN: 63 103 323 173

2 August 2012

The Manager
Announcements
Company Announcements Office
ASX Limited
PO Box H224 Australia Square
SYDNEY NSW 2000

Dear Sir / Madam,

Entitlement Issue: Notice sent to shareholders

Attached is a copy of a letter sent to all shareholders of the Company today setting out information on the recently announced entitlement issue including details of the timetable.

Yours faithfully

Peter Rutledge
Company Secretary



Traka Resources Limited

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Dear Shareholder,

NOTICE OF NON-RENOUNCEABLE ENTITLEMENT ISSUE OF SHARES

The board of Traka Resources Limited has announced a pro-rata non-renounceable 1 for 3 issue of ordinary fully paid shares (the "New Issue").

The Prospectus for the New Issue was lodged with the Australian Securities and Investments Commission (ASIC) on 31 July 2012 and will be sent to all eligible shareholders together with a shareholder Entitlement and Acceptance Form (including Shortfall) by 17 August 2012.

The New Issue is non-renounceable which means that there will be no rights trading.

Details of the New Issue are as follows:

- | | |
|-------------------------------------|---|
| • Type of Issue | - Pro-rata non-renounceable issue of ordinary fully paid shares on a 1 for 3 basis |
| • Amount payable | - 4 cents per share entitlement |
| • No. of shares to be issued | - Up to 23,201,680 |
| • Amount to be raised | - Up to \$906,067 after costs of the issue |
| • Purpose of this Issue | - To fund: further exploration on the Company's projects, evaluation of new projects, and ongoing administration and overhead expenditure. |
| • Underwriting | - The offer is not underwritten |
| • Shortfall applications | - Shareholders will be able to apply for additional shares arising from any shortfall in acceptances |
| • Listing | - Application for listing of the New Shares has been made to the Australian Securities Exchange (ASX) |
| • Important dates | |
| 31 July | - New Issue announced - Prospectus lodged with ASIC and ASX |
| 9 August | - Ex date: shares trade ex-entitlements |
| 15 August | - Record date for entitlements |
| 17 August | - Prospectus and Entitlement and Acceptance Form (including Shortfall) sent to eligible shareholders |
| 31 August | - OFFER CLOSES: Closing date for receipt of Acceptances |
| 3 September | - Shares quoted on a deferred settlement basis |
| 5 September | - Announcement of undersubscription |
| 10 September | - Despatch Date – shares entered in shareholders' holdings |

Yours faithfully

N Tomkinson
Chairman