

GOLD ANOMALY EXTENDED TO 32 KM AT DEXTER PROJECT

- **Auger sampling over northern part of the Dexter Project in WA extends gold-in-soil anomalies to overall strike length of 32 km.**
- **Strong gold-in-soil anomaly next to Yamarna Shear extended by 7 km to 14 km.**
- **Peak value of 59 ppb gold with a gold-mercury-copper-zinc-silver association.**
- **Strength and coherence of anomalies in presence of significant (25m to 70m) transported cover rocks suggest a potentially large, previously unexplored, Archean bedrock gold system.**
- **Strongest gold-in-soil anomalies coincide with an 18 km-long series of stacked fault bends on and between the Yamarna and Dexter shear zones.**
- **Aircore drilling planned to commence in early November.**

Overview

Breaker Resources NL (ASX: BRB, "Breaker") is pleased to advise that reconnaissance (1,600m x 400m) auger soil sampling over the northern part of its 1,103 km² Dexter Gold Project, located on the Yamarna Shear in Western Australia, has extended a strong gold-in-soil anomaly adjacent to the Yamarna Shear by 7 km to 14 km, and returned peak values up to 59 ppb gold.

The results increase the overall strike length of gold-in-soil anomalies at its 100%-owned Dexter Project to 32 km and the gold trend remains open to the south.

The strongest gold-in-soil anomalies occur over an 18 km strike length in the northern part of the Dexter Project and coincide with a series of stacked fault bends (en-echelon jogs) on and between the Yamarna and Dexter shear zones. Permian cover in this area varies from 25m in the north to 40m to 70m in the south (based on scout aircore drilling) and is well weathered, an aspect that has likely enhanced the development of the soil anomalies.

The apparent structural control, in conjunction with a gold-mercury-copper-zinc-silver metal association, indicates a previously unexplored Archean bedrock gold system.

The size, strength and coherence of the gold-in-soil anomalies, in the presence of significant transported cover rocks, indicate that the inferred bedrock source is potentially large.

Drilling is needed to determine the economic significance of the results and will commence in early November.

To facilitate drill targeting, infill auger sampling on a 400m x 100m pattern is in progress over the northern 18 km of the Project where the gold-in-soil anomalies are strongest, and the transported cover is relatively thin. To date, infill auger sampling has been completed over a 12 km distance and analytical results are pending.

A series of aircore drill traverses across the best soil anomalies defined by the infill auger sampling over the full 18 km length of system is planned.

Executive Chairman, Tom Sanders said: "As soon as we get confirmation of significant results we will progress from aircore to RC drilling and extend the auger sampling to unsampled areas of the Project. It is important to progress sequentially, identify any high tenor areas in the system as early as possible, and develop an understanding of what we are dealing with."

"The magnitude and cohesion of the gold-in-soil anomalies at Dexter is unusual considering the thickness of transported cover rocks. By way of comparison, the Tropicana gold deposit, 80 km to the SW, has 15m to 20m of transported cover and is associated with a soil anomaly that was approximately 10 km long with a peak soil value of 31 ppb," Mr Sanders said.

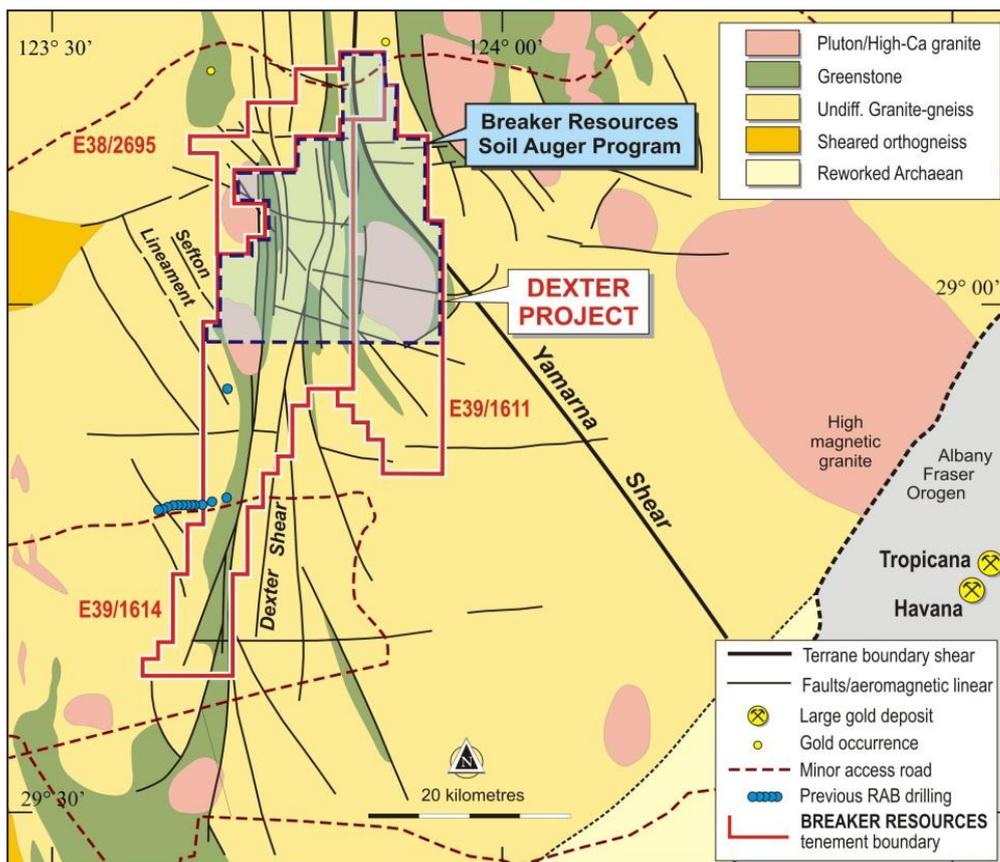


Figure 1: Dexter Project – Interpreted Geology

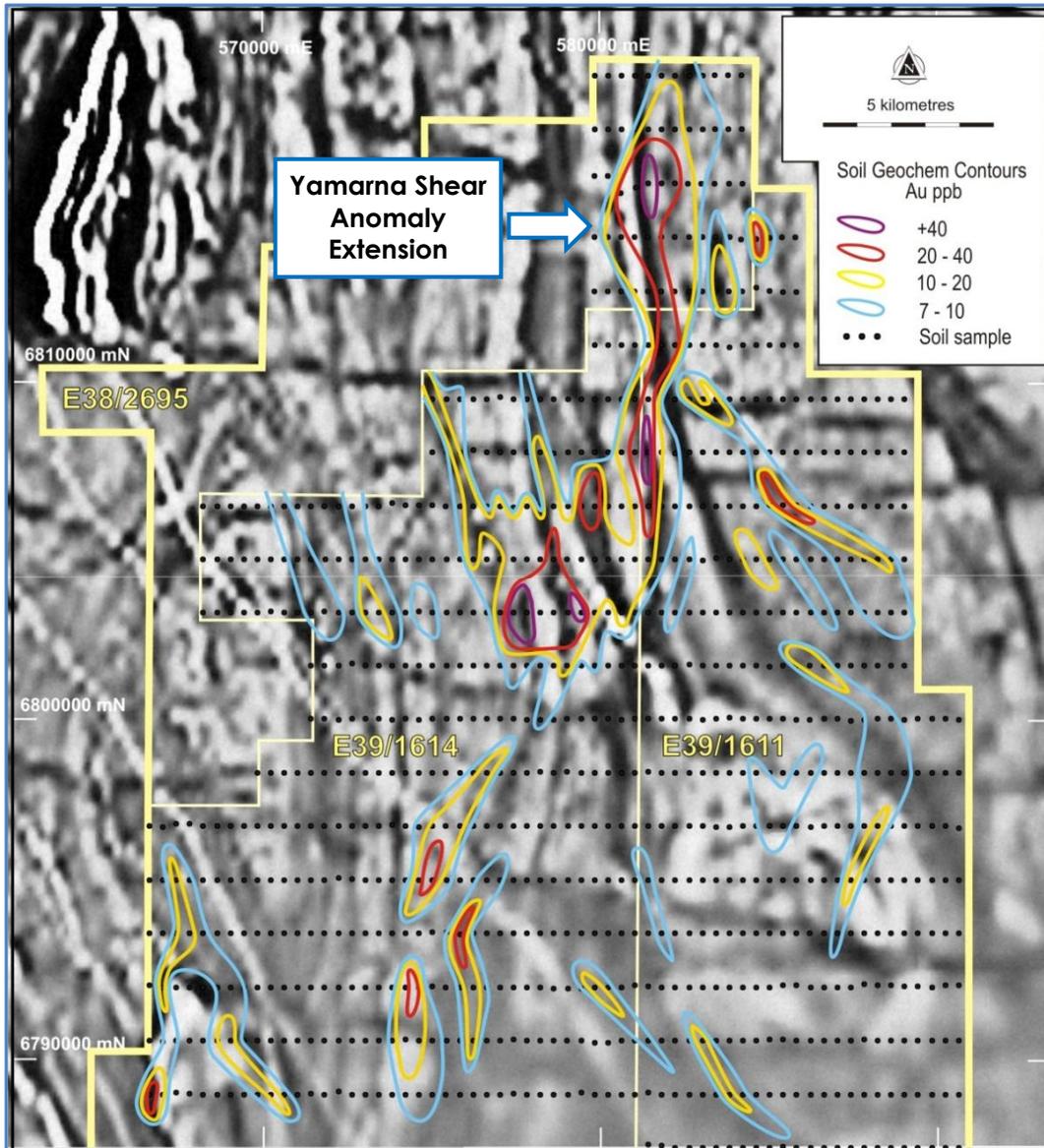


Figure 2: Gold-in-soil Contours over Aeromagnetic Image – Dexter Project

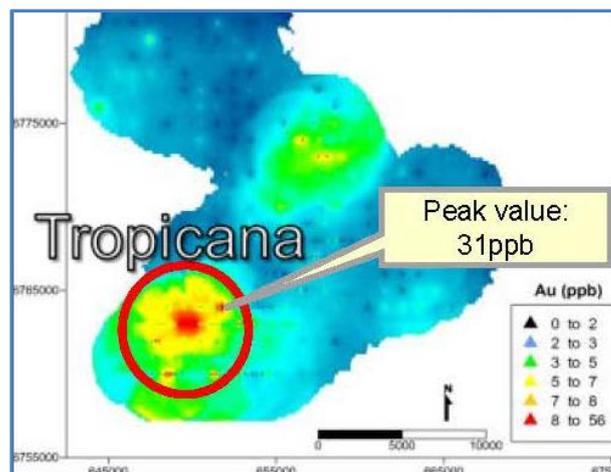


Figure 3: Tropicana Gold-in-soil Anomaly (scale comparison)

Dexter Project/Auger Soil Program

The Dexter Project straddles the intersection of the Yamarna and Dexter Shear Zones near the southern margin of the Eastern Goldfields Superterrane. The project includes 27 km of the Yamarna Shear, and 65 km of the Dexter Shear (Figure 1).

Breaker commenced a wide-spaced (1,600m x 400m pattern) multi-element soil auger program in late May 2012 to screen for large gold deposit signatures at the junction of two major crustal faults (Yamarna and Dexter Shears) located close to a domal granite intrusion.

A detailed aeromagnetic survey, flown over the entire Dexter Project in June 2012, is currently being interpreted and will be an invaluable tool for structural analysis and drill targeting in conjunction with the auger soil results.

The auger soil program completed to date covers the northern half of the Project area (Figures 1 and 2). The soil auger results identified a previously unknown series of gold anomalies with peak soil values up to 59 ppb gold occurring in several large and coherent anomalies over a 32 km-long strike length (Figure 2). Gold contour lines defining the anomalies as shown on Figure 2 (7 ppb, 10 ppb, 20 ppb and 40 ppb) are derived from graphical analysis of the sample population. The gold-in-soil values are associated with anomalous mercury, copper, zinc and silver.

The anomalous gold-in-soil values appear to be related to concealed Archean bedrock mineralisation based on the gold-mercury-copper-zinc-silver geochemical association. A strong spatial association between the higher magnitude soil values and several stacked en-echelon faults on and between the Yamarna and Dexter Shears (Figure 2) indicate that the anomalies are likely to be directly above an Archean bedrock source with little lateral transport.

Yours sincerely,



Tom Sanders
Executive Chairman
Breaker Resources NL

About Breaker

Breaker Resources NL is an Australian exploration company pursuing new opportunities for gold discovery in the emerging (and largely unexplored) Yamarna and Burtville Terranes, in the eastern part of the Eastern Goldfields Superterrane ("EGST"), Western Australia.

Breaker's projects target structural settings where gold deposits are known to be most common based on quantitative spatial analysis studies in the well-explored western part of the EGST. These structural settings include previously underexplored major faults situated adjacent to regional anticlines, domal granite intrusions, greenstone belts and fault bends.

Breaker Resources NL is the largest tenement holder in the EGST with a 100% interest in eight exploration projects with an overall area of ~5,500 km². The Company's projects include 190 km of the Yamarna Shear Zone, four previously undrilled greenstone belts and several other large crustal faults.

Significant gold discoveries made in the Yamarna and Burtville Terranes in the last ten years include Moolart Well (2002), Garden Well (2009) and Central Bore (2009). The Tropicana gold deposit, to the immediate south of the Yilgarn Craton, was discovered in 2005.

Breaker Resources NL listed on the ASX in April 2012.

Competent Person Statement

The information contained in this report that relates to exploration results and geological information is based on information compiled by Mr Alastair Barker and Mr Tom Sanders, officers of Breaker Resources NL and whose services have been engaged by Breaker on an 80% of full time basis. Mr Barker and Mr Sanders are Members of the Australasian Institute of Mining and Metallurgy and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activities which they are undertaking to qualify as Competent Persons as defined in the December 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (JORC Code). Mr Barker and Mr Sanders consent to the inclusion in this report of the information based on their work in the form and context in which it appears.

For further information please contact:

Investors

Tom Sanders, Executive Chairman
Breaker Resources
Ph: (08) 9226 3666

Media

Rachel Cooper
FTI Consulting
Ph: 0447 040 041