

23 September 2016

Ben Secrett
Senior Adviser, Listing Compliance (Perth)
ASX Limited
Level 40, Central Park, 152-158 St George's Terrace
PERTH WA 6000

Dear Ben

CLARIFICATION REGARDING MEDIA COMMENTARY

Breaker Resources NL (ASX: BRB, **Breaker**) wishes to provide a clarification in regard to the article entitled "Breaker hits jackpot with gold discovery" published in the Business section of today's The Australian newspaper.

ASX Queries

The ASX has sought clarification from the Company as to the following:

- (i) about what, if any, reasonable grounds BRB has for the statements regarding a Tier 1 discovery;
- (ii) about what, if any, reasonable grounds BRB has for the statements regarding a 5 million ounce resource;
- (iii) about market capitalisation uplift; and
- (iv) regarding the statement about potential for an open pit or underground mine that could produce more than a million ounces.

Response

- (i) Breaker wishes to confirm that at no stage has the Company stated that it has made a Tier 1 gold discovery. The Company's presentations advise that it is looking for Tier 1 gold discoveries, and in that context, has provided a definition of what comprises a Tier 1 gold discovery. The Company has also reinforced in its presentations that the presence or otherwise of a Tier 1 discovery may take years to establish;
- (ii) At no stage has the Company indicated that it has a 5 million ounce gold resource at its Lake Roe Project. The Company has clearly stated in its presentations that its Lake Roe Project is pre-JORC Resource, and that substantial drilling is required to establish the presence or otherwise of any Resource;



- (iii) The Company surmises that the uplift in market capitalisation is in response to recent announcements to the ASX regarding positive exploration results at its Lake Roe Gold Project. The Company confirms that it is fully disclosed to the market;
- (iv) Any statements made by the Company have been in relation to mining potential. The Company has stated to the market that drill results reinforce the potential for open pit and underground mining, given the grade characteristics of mineralisation encountered to date, the sulphide lode nature of the gold mineralisation and indicative scale of the project, based on results to date.

Investors are referred to the Company's recent announcements which provide full details of all drill program parameters and assay results in relation to the Lake Roe Gold Project.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Tom Sanders'.

Tom Sanders
Executive Chairman