

Breaker raises \$12.4 million in heavily over-subscribed share placement

Strong demand from institutions reflects growing confidence in Breaker's substantial Lake Roe gold discoveries in WA

Breaker Resources (ASX: BRB; **Breaker**) is pleased to announce that it has received binding commitments to raise \$12.4 million through a share placement at 50 cents per share to institutional and sophisticated investors (a 10% discount to the five day volume weighted average price of 55 cents). Paterson Securities acted as Lead Manager to the placement.

The capital raising was oversubscribed several times over due in large part to overwhelming demand from institutional investors. The new shares will be issued out of the Company's available capacity under ASX Listing Rules 7.1 and 7.1A.

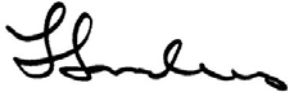
The proceeds will be used to undertake resource definition drilling and other exploratory drilling at Breaker's rapidly emerging (pre-JORC Resource) Lake Roe gold project, 100km east of Kalgoorlie. The Company has so far made two separate gold discoveries (Bombora and Bombora North) and identified wide, high-grade, near-surface gold mineralisation over 1.6km of a potential 4.4km strike length of economic interest.

Reverse circulation (**RC**) drilling currently underway at Lake Roe is prioritising the southern 2.2km in preparation for resource definition drilling which is planned to commence in approximately eight weeks subject to regulatory approvals. Breaker plans to source a second RC drill rig to start testing the 2.2km-long zone to the north of the Bombora North Prospect within the next fortnight. Wide-spaced aircore drilling in this area previously returned intersections up to 7.61g/t gold, accompanied by strong alteration and strike-continuous gold pathfinder elements (ASX Release 25 July 2016).

Breaker Executive Chairman Tom Sanders said: "I believe that the strong demand for the raising reflects mounting evidence that Lake Roe hosts a major new gold system with significant open pit and underground mining potential (ASX Release 20 September 2016).

"The demand for the placement from institutions is particularly pleasing as it is a big vote of confidence by professional investors in the project's potential.

"Given the strong results to date, we plan to be drilling for the foreseeable future and this will provide steady newsflow as we unlock the potential of the project."



Tom Sanders
Executive Chairman
Breaker Resources NL

29 September 2016

For further information on Breaker Resources NL please visit the Company's website at www.breakerresources.com.au, or contact:

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About Breaker

Breaker Resources NL is a significant tenement holder in WA's Eastern Goldfields Superterrane in the Yilgarn Craton. The Company's exploration strategy focuses on the use of structural analysis and innovative multi-element geochemical techniques to identify large new gold systems concealed by transported cover. Under-cover areas in WA's high-endowment Eastern Goldfields Superterrane are largely unexplored and represent a new and highly prospective search space that to varying extent is now amenable to exploration using modern geochemical techniques not available 20 years ago. The Company's research and development project activities augment this strategy.

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Targets and Exploration Results is based on and fairly represents information and supporting documentation compiled by Tom Sanders and Alastair Barker, Competent Persons, who are Members of The Australasian Institute of Mining and Metallurgy. Mr Sanders and Mr Barker are executives of Breaker Resources NL and their services have been engaged by Breaker on an 80% of full time basis; they are also shareholders in the Company. Mr Sanders and Mr Barker have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken 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 Sanders and Mr Barker consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.