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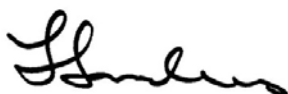
**EXPLORATION DEVELOPMENT INCENTIVE RECORD DATE**

Breaker Resources NL (ASX: BRB; **Breaker**) is pleased to advise that it will be participating in the third and final year of the federal government's Exploration Development Incentive (**EDI**). The EDI enables eligible exploration companies to create exploration credits by giving up a portion of their tax losses from eligible exploration expenditure and distributing these credits to equity shareholders. Australian resident shareholders that are issued with an exploration credit will be entitled to a refundable tax offset (individuals or superannuation funds) or additional franking credits (companies). The exploration company's carry forward losses are reduced proportionately to reflect the amount of exploration credits created.

In previous years Breaker has disbursed \$236,365 and \$632,502 in credits to shareholders for claiming within their income tax returns. In 2018 and for the 2016/17 tax year, Breaker anticipates an amount of approximately \$1,955,776 in credits to be available for distribution to eligible shareholders.

The Directors have determined that the record date for the EDI will be 31 May 2018 and individual entitlements to exploration credits for Australian resident shareholders will be calculated based on shareholdings on this date. EDI credits will be issued on 30 June 2018 and will be eligible for tax deduction by shareholders in the 2017/18 income year.

A new scheme has been introduced from 2017/18 - the Junior Minerals Exploration Incentive (**JMEI**) (<https://www.ato.gov.au/Business/Junior-Minerals-Exploration-Incentive/>). The JMEI operates in a similar manner to the EDI in that the Company forgoes tax losses to generate exploration credits however only shareholders who have purchased newly issued shares in a defined period will be eligible to receive the credits. Breaker has registered its participation in the JMEI.



**Tom Sanders**  
Executive Chairman  
Breaker Resources NL

18 May 2018