

STRONG SURFICIAL GOLD AND SILVER AT DEXTER PROJECT

- **Infill auger soil sampling returns strong gold and silver values at surface in the central part of a 32 km gold-in-soil trend at Dexter Project.**
- **Peak values of 0.3 g/t gold (298 ppb) and 17.4 g/t silver (17,415 ppb silver) occur in three gold-in-soil anomalies up to 6 km long at the Three Bears Prospect.**
- **Peak values of 130 ppb gold occur on a 14 km-long gold-in-soil anomaly at the Tallows Prospect, situated adjacent to the Yamarna Shear (assay results pending for the northern 6 km of infill auger).**
- **Initial 8,000m-10,000m aircore drilling program to start next week to scope the gold system.**

Overview

Breaker Resources NL (ASX: BRB, "Breaker") is pleased to advise that infill auger soil sampling at its 1,103 km² Dexter Gold Project (Figure 1) in the Eastern Goldfields Superterrane, Western Australia, has encountered strong gold and silver values at surface.

A program of infill auger drilling (400m x 100m) was carried out over the northern 18 km of a 32 km-long gold-in-soil trend recently identified at the Dexter Project (Figure 2; ASX Release 23 October 2012). The infill auger program was undertaken to provide adequate information for drill targeting.

The infill auger drilling identified two separate areas, each with different and distinct auriferous element signatures consistent with an Archean bedrock source.

In the southern area, designated the Three Bears Prospect (Figure 3), three gold-in-soil anomalies up to 6 km long coincide with a prominent bend in the Dexter Shear Zone. These anomalies have peak soil values of 0.3 g/t gold (298 ppb) and 17.4 g/t silver (17,415 ppb silver) and occur in association with anomalous tellurium, selenium and mercury. Extremely elevated silver-in-soil values (+1,000 ppb) extend over a ~2.0 km x 0.4 km area (average value of 6,792 ppb silver) in the southern part of the gold-in-soil anomaly (Figure 3). Permian cover in this area is approximately 45m deep.

In the northern area, termed the Tallows Prospect (Figure 3), the infill auger sampling targeted a 14 km-long gold-in-soil anomaly situated adjacent to the Yamarna Shear. The assay results define coherent gold-in-soil anomalies with a peak value of 130 ppb gold. The gold values are associated with anomalous mercury, antimony, silver and bismuth. Permian cover in this area varies from 25m in the north to 40m to 70m in the south.

The geometry of the gold-in-soil anomalies at the Three Bears and Tallows Prospects remains consistent with a series of stacked fault bends (en-echelon jogs) in a broad zone of dilation between the Dexter and Yamarna Shears. The apparent structural control, the distinctive auriferous metal associations, and the strength of the gold- and silver-in-soil values in the presence of significant transported cover indicate a potentially significant Archean gold system.

An initial 8,000m-10,000m aircore drilling program to scope the nature of the gold system is planned to commence next week.

Executive Chairman, Tom Sanders said: "The gold-in-soil values are unusual considering the thickness of transported cover but the very high silver values at surface in this situation are rare. The high silver grades likely indicate secondary silver mineralisation, possibly silver chloride similar to surficial silver mineralisation documented in the desert at Nevada (USA) and at the Nimbus silver deposit in WA's Eastern Goldfields. This may reflect some underlying metal zonation."

"We have about 25 km of anomaly to test so the plan is to scope the entire system and then zero in on any high grade areas as quickly as possible." Mr Sanders said. "In the meantime we will make preparations so that we can transition into RC and/or diamond drilling as quickly as possible when the time is right."

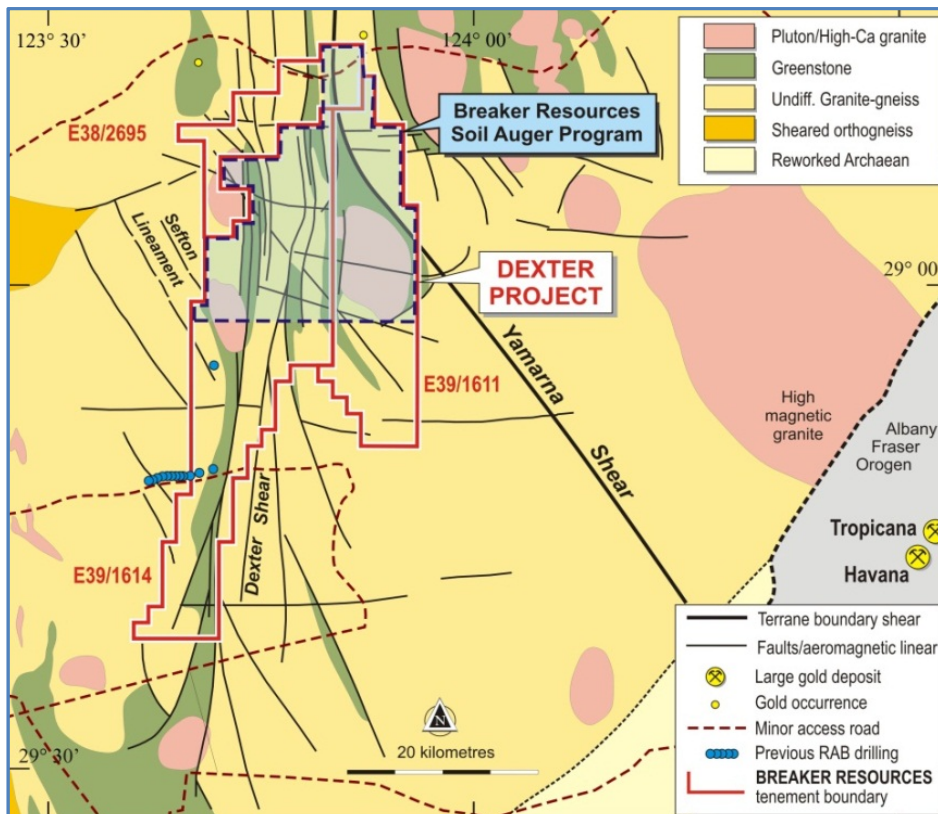


Figure 1: Dexter Project – Interpreted Geology

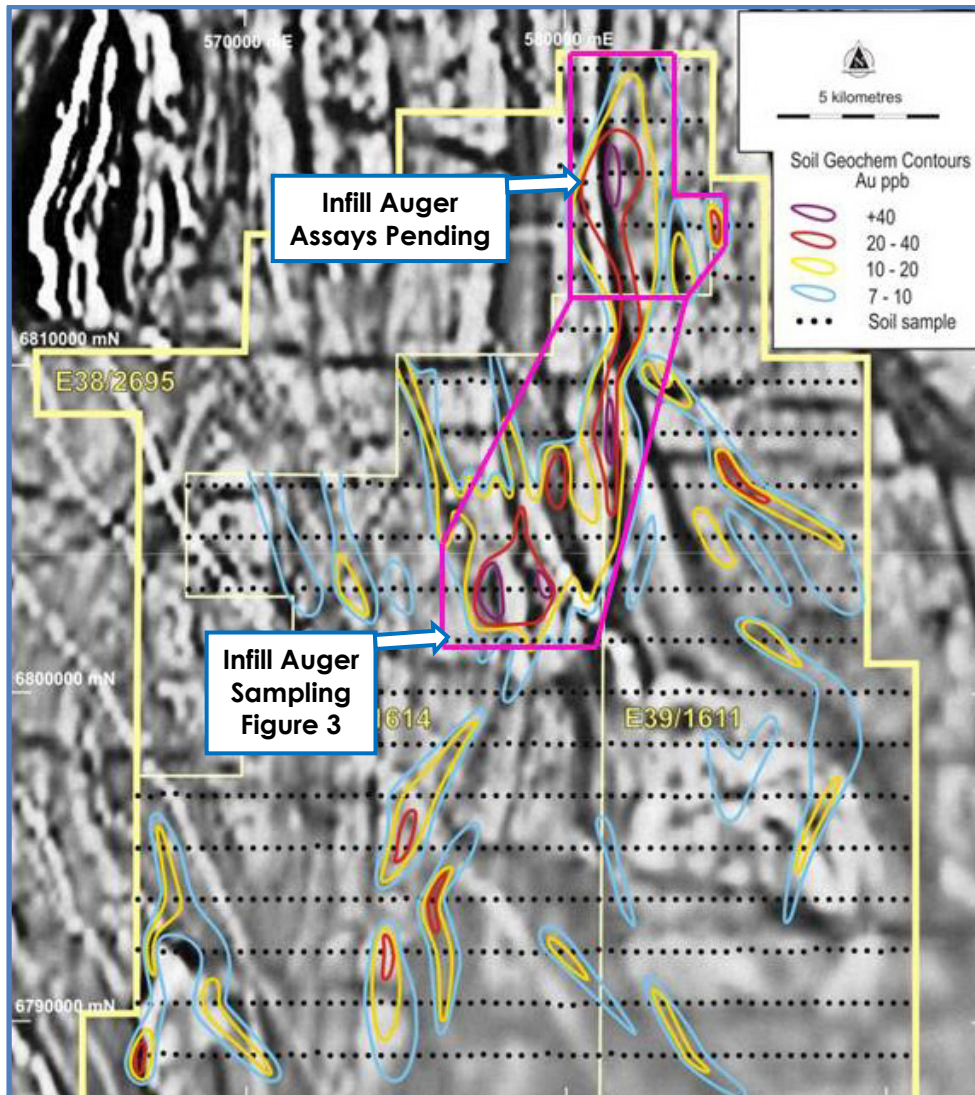


Figure 2: 1,600m x 400m Auger Gold-in-soil Contours over Aeromagnetic Image – Dexter Project

Dexter Project Background/Auger Soil Program

The Dexter Project is located 75km along strike from the Attila and Central Bore gold deposits, 140 km south-southeast of Laverton and comprises three tenements with an overall area of 1,103 km². The Dexter Project straddles the intersection of the Yamarna Shear Zone and the Dexter Shear in the vicinity of prominent bend in the Yamarna Shear and a domal granite intrusion. The Dexter Project includes 27 km of the Yamarna Shear and 65 km of the Dexter Shear (Figure 1).

Historical exploration is limited and the project is essentially unexplored. The Dexter Project is dominated by extensive thin aeolian sand overlying weathered Permian sediments and Archean basement rocks.

Breaker completed a program of reconnaissance (1,600m x 400m pattern) multi-element soil auger over the northern half of the Project in late May 2012 to screen for large gold deposit signatures (Figure 2).

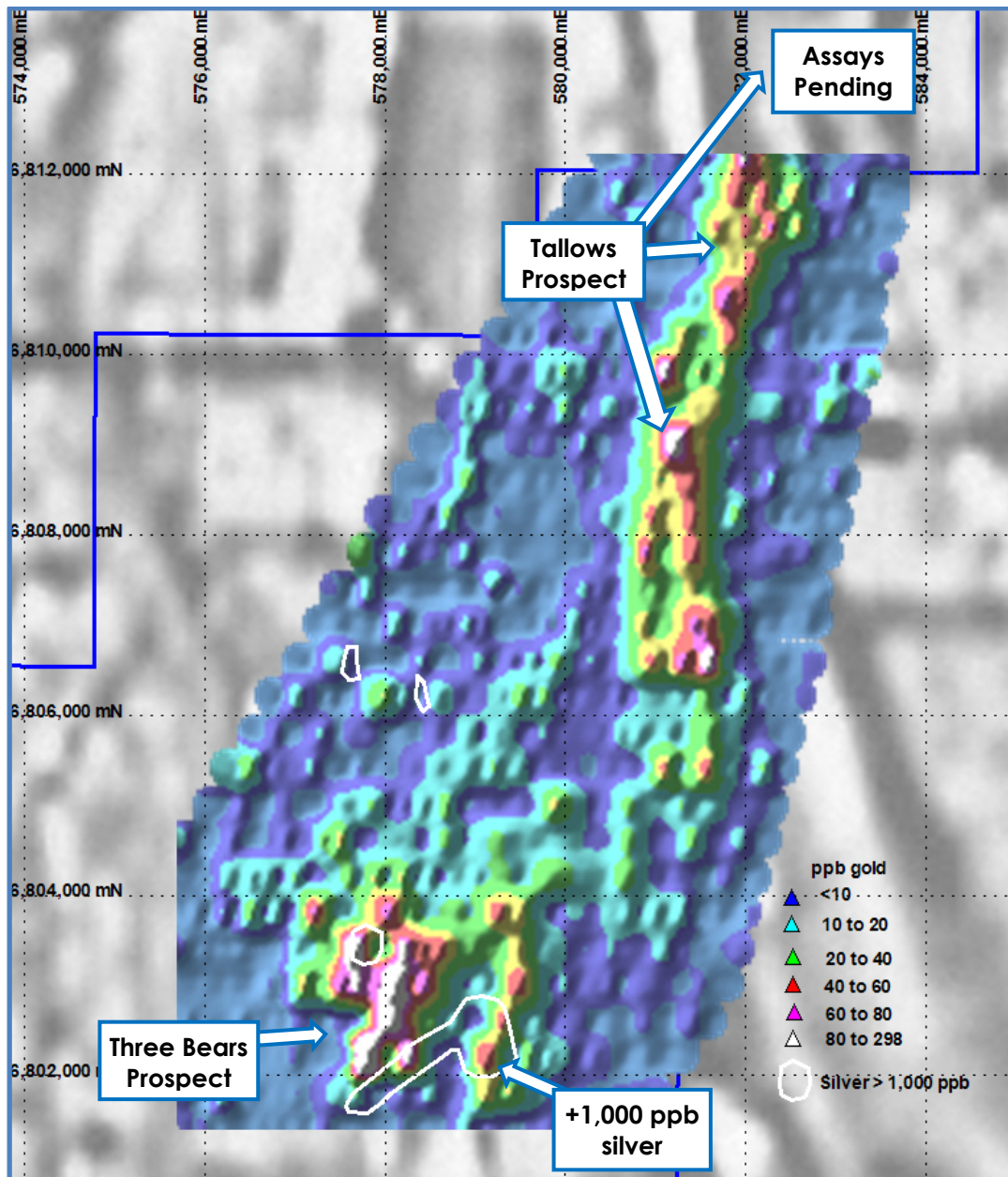


Figure 3: 1,600m x 400m Auger Gold-in-soil Contours over Aeromagnetic Image – Dexter Project

The initial auger soil program identified a previously unknown series of gold anomalies over a 32 km-long strike length with peak soil values up to 59 ppb gold occurring in several large and coherent anomalies (Figure 2; ASX Release 23 October 2012).

A program of infill auger sampling (400m x 100m pattern) over the northern 18 km of the Dexter Project was completed in September/October 2012 in preparation for drill targeting. Infill auger assay results from the northern 6 km of the Tallows Prospect (Figure 2) are pending. Soil samples were submitted to ACME Laboratories (Canada) and were prepared using an aqua regia digest. A detailed aeromagnetic survey (100m line spacing) was flown over the entire Dexter Project in June 2012.



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.

Competent Person Statement

The information contained in this report that relates to exploration results and geological information is based on information compiled by Mr Tom Sanders and Mr Alastair Barker, officers of Breaker Resources NL and whose services have been engaged by Breaker on an 80% of full time basis. Mr Sanders and Mr Barker 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 Sanders and Mr Barker consent to the inclusion in this report of the information based on their work in the form and context in which it appears.

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