



ASX/News Release – 14 April 2008

MAIDEN RESOURCE: 8,300 TONNES OF NICKEL FOR THE HORN DEPOSIT

- **Initial Inferred Resource of 600,000 tonnes at 1.39% Ni and 0.30% Cu for 8,300 tonnes of contained nickel and 1,800 tonnes of contained copper.**
- **Resource remains open along strike to the north and south – drilling continuing.**
- **Exploration results in the adjacent region indicate excellent potential to increase the resource.**
- **Scoping Study underway to evaluate possible commercial development opportunities.**

Breakaway Resources Limited (ASX: **BRW**) is pleased to announce a maiden Inferred Resource estimate for **the Horn Nickel Sulphide Deposit (Figures 1 and 2)** in Western Australia based on the results of recent successful diamond drilling. The Inferred Resource, using a 0.5% Ni cut-off grade, is summarised below:

Tonnes	Ni (%)	Cu (%)	Pd + Pt (g/t)	Ni Metal (tonnes)	Cu Metal (tonnes)	Contained 2PGE's (oz)
600,000	1.39	0.30	0.5	8,300	1,800	10,000oz

Footnote: The resource estimate was completed by Breakaway Resources Limited in accordance with the 2004 Guidelines of the Australasian Joint Ore Reserves Committee (JORC) Code for reporting Mineral Resources and Ore Reserves (JORC, 2004). (See Resource Methodology, below)

The rapid delineation of the Horn Inferred Resource since January 2008 represents a major accomplishment by Breakaway towards its objective of becoming a future nickel producer. While the deposit is of a low tenor/grade, it has a number of attributes (Figure 2), which will impact positively in determining the commerciality of the deposit, as follows:

- The substantial tonnage of contained nickel metal;
- Continuous mineralisation in a flat-plunging body having broad true widths of up to 15 metres and a substantial strike length of 350 metres, at a shallow notional depth of 150 metres;
- The additional potential to expand the resource from continued step-out drilling of immediate extensions to the deposit, and drilling other nearby surface TEM anomalies such as those to the north and south of the deposit (see ASX Announcement, 8 April 2008); and
- The deposit's attractive location within a world-class mining province, in close proximity to established infrastructure and existing mining operations including the nearby Waterloo, Perseverance and Sinclair Projects.



Next Steps

- Continue drilling which is currently evaluating the potential to increase the northern extent of the deposit and the source of a surface TEM anomaly 800 metres north of the Horn deposit;
- A scoping study to determine indicative development/commercial possibilities;
- Re-estimation of the resource to include new extensions defined by future drilling; and
- Mineralogical and preliminary metallurgical testwork.

Commenting on the announcement, Breakaway's Managing Director, Mr Peter Buck, said: "This represents an outstanding success by our exploration team to delineate a resource of this size and quality within just two to three months. Also, it confirms our view that the Wildara Project offers excellent nickel potential to enable us to transform into a producer in the shorter term".

"The initial resource estimate for the Horn adds enormous momentum to our exploration programme and represents a significant positive result for the Company and our shareholders," Mr Buck continued.

Resource Estimation Methodology:

The resource estimate is based on 11 diamond and 1 RC drill holes carried out on a nominal 50m by 50m spacing, cross sectional interpretations of the geology and systematic assaying by an experienced, reputable commercial laboratory. The deposit boundary was defined by a 0.5% Ni cutoff grade which coincides with the geological boundary of disseminated/matrix sulphides

The estimate adopted a conventional, cross-sectional, polygonal technique. Individual blocks were defined around drill hole intersections with block boundaries on and between cross sections defined by the midpoints with adjacent holes and geological constraints. Block volumes were estimated by digitising the cross sectional areas of the blocks multiplied by their lengths. The tonnage for each block was estimated using the volume and averaged length weighted density measurements for individual drill hole samples forming the selected intersection. Block grades were estimated from averaged length and density weighted assays for each block intersection.

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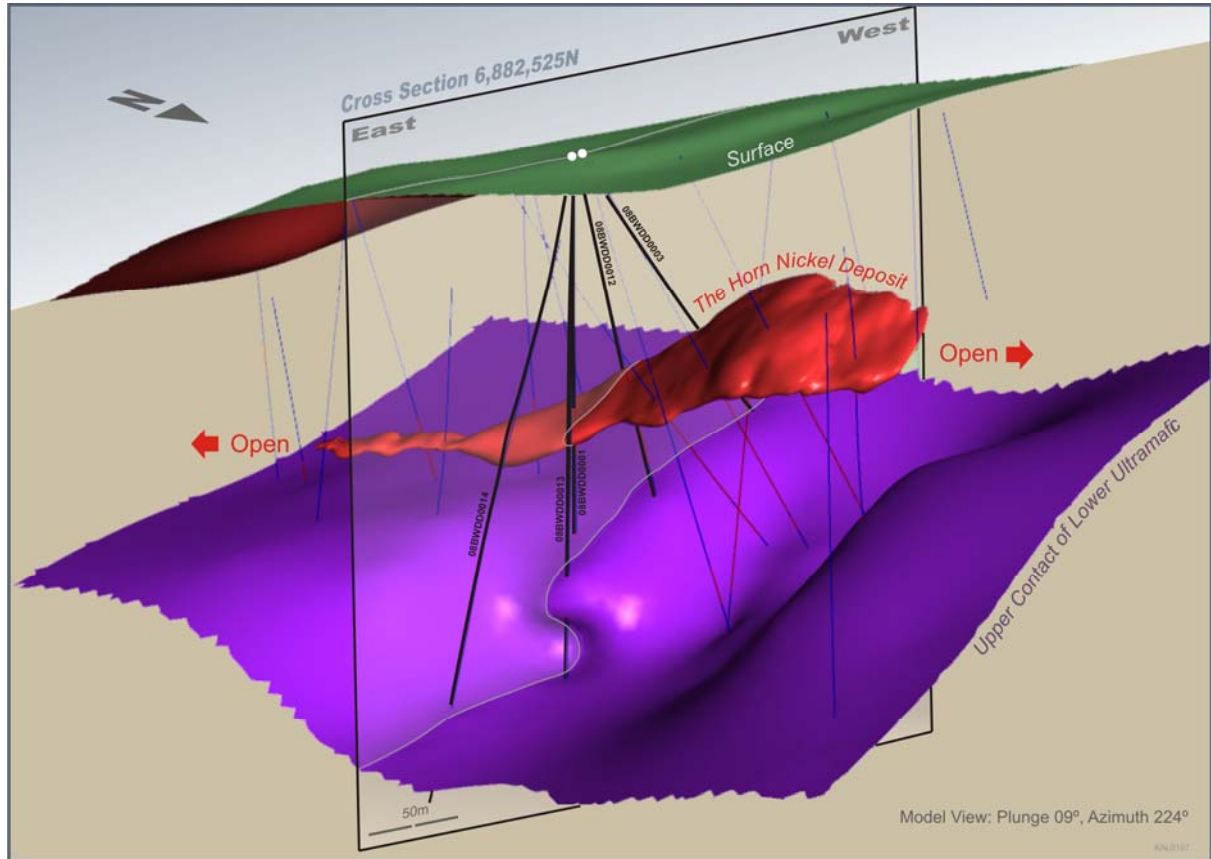


Figure 1: 3 Dimensional Geological Model Horn Nickel Sulphide Deposit

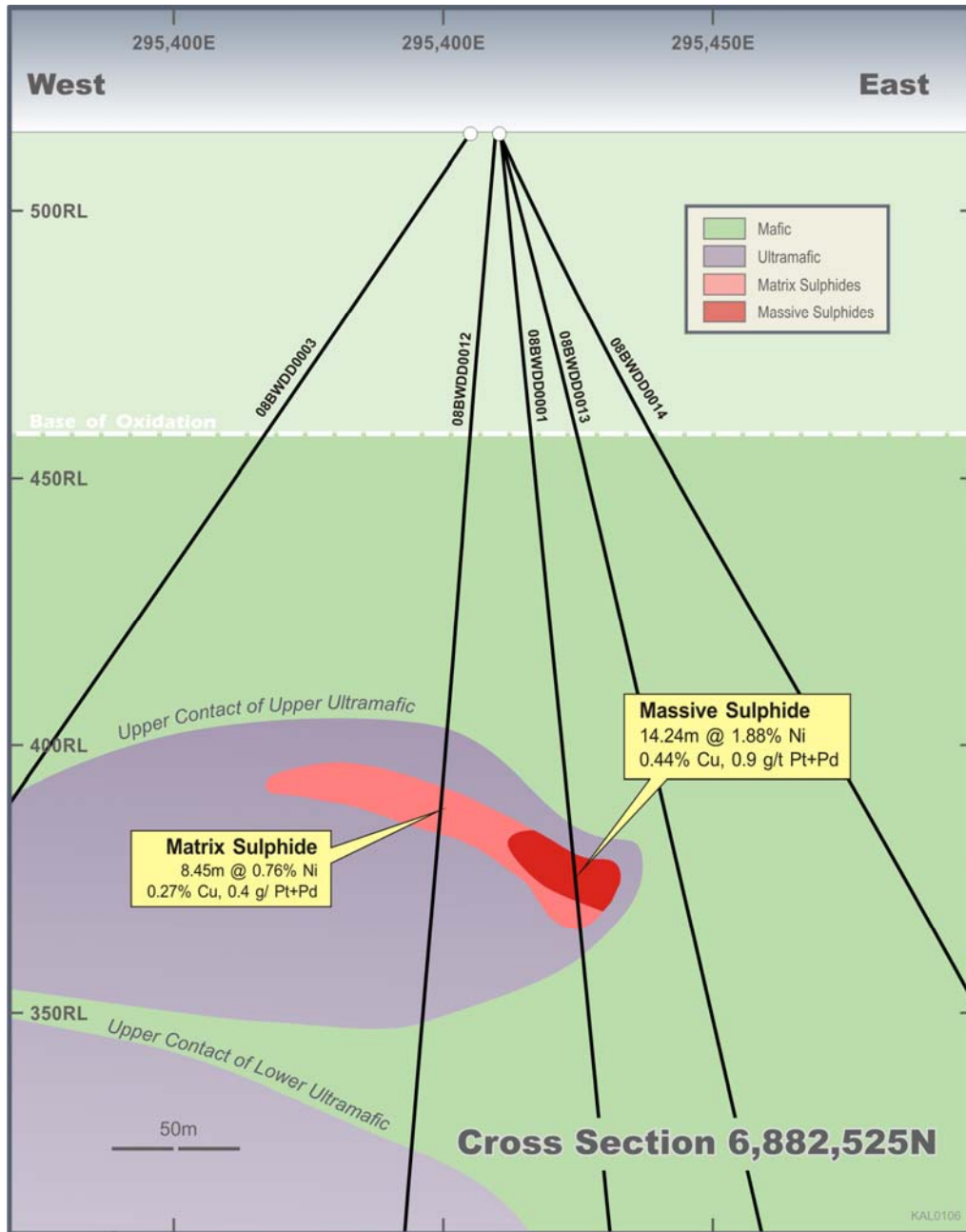


Figure 2: Cross Section 6,882,525N Horn Nickel Sulphide Deposit

Competent Persons Statement:

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Peter Buck (Managing Director) and Mr David Hutton (Exploration Manager), both full time employees of the Company. Mr Buck and Mr Hutton are members of the Australasian Institute of Mining and Metallurgy (AusIMM) and have sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2004 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.

About The Horn Deposit:

The Horn Deposit is part of Breakaway's 100%-owned Wildara Nickel Project in Western Australia's Northeastern Goldfields (Figure 3). The Wildara Project tenements are located in the heart of one of world's most prolific nickel sulphide provinces, on the major Perseverance shear zone which hosts major deposits including Perseverance, Cosmos and Mt Keith to the north and Leinster to the south. The project has exceptional nickel potential, comprising a parallel series of nickel-bearing ultramafics which are underexplored and offer a series of targets for evaluation. The Horn deposit is located within a highly prospective trend that displays clear evidence for nickel sulphides over an immediate strike extent of 18 kilometres but has only been superficially explored in the past. Overall the tenements cover 60 kilometres of prospective strike. Since commencing exploration in January 2008, Breakaway focussed on the Horn Prospect and experienced immediate success by delineating a significant nickel sulphide deposit, following up several nickel intersections drilled by LionOre in 2004. This has added significant value to the original discovery and step-out drilling is continuing with other programmes to unlock the full potential.

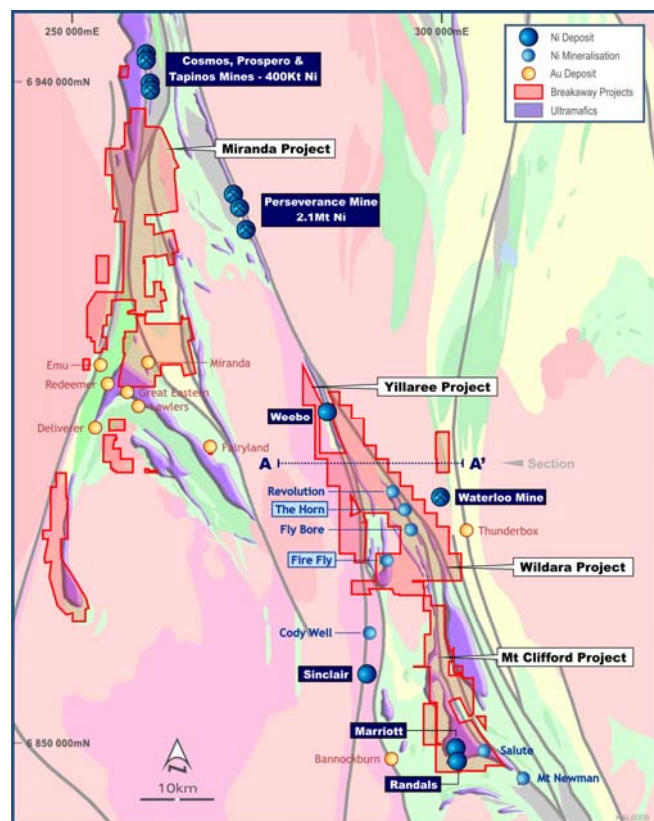


Figure 3: Wildara Nickel Project Location Plan