



Further copper-gold hits reinforce size potential at Sandy Creek

High-grade mineralisation confirmed over 600m strike length: extensional drilling underway

- Significant copper-gold results returned from remaining 12 holes of recent 16-hole follow-up RC drilling programme at Sandy Creek Project, North Queensland, including:
 - *1m @ 6.23% copper, 0.52g/t gold, 23.0g/t silver from 65m;*
 - *2m @ 4.64% copper, 0.69g/t gold, 46.3g/t silver from 44m;*
 - *2m @ 2.08% copper, 5.23g/t gold, 8.3g/t silver from 37m;*
 - *45m @ 0.66% copper, 0.14g/t gold, 2.7g/t silver from 36m including:*
 - *3m @ 2.19% copper, 0.65g/t gold, 6.3g/t silver from 36m;*
 - *1m @ 3.64% copper, 0.71g/t gold, 43.6g/t silver from 48m;*
 - *4m @ 1.16% copper, 0.13g/t gold, 4.8g/t silver from 70m; and*
 - *1m @ 3.52% copper, 0.26g/t gold, 23.7g/t silver from 80m.*
- Diamond drilling to test down-dip potential currently underway with first assays expected by mid-late December 2011.
- Outcropping copper mineralisation identified over 125m of strike immediately north of existing drilling with rock chip sampling results expected by late November 2011.
- Excellent potential to quickly generate an economic resource given proximity to operating Eloise Copper Mine.

Further to its ASX Release of 23 October 2011, Breakaway Resources Limited (**ASX: BRW**) is pleased to report that additional **significant copper-gold intersections** have been returned from recent follow-up drilling at the emerging **Sandy Creek** copper-gold prospect in North Queensland, further strengthening the potential of the discovery.

The new results both confirm the internal continuity of the shear-hosted mineralisation and highlight the strong potential for extensions to the mineralised zone both along strike and down-dip.

Assay results have been received for the remaining 12 Reverse Circulation (RC) holes (11BERC0091 – 11BERC0102) drilled as part of the follow-up RC/diamond drilling programme (22 holes / 3,700m), with significant down-hole intercepts including:

- *1m @ 6.23% copper, 0.52g/t gold, 23.0g/t silver from 65m in 11BERC0097;*

- **2m @ 4.64% copper, 0.69g/t gold, 46.3g/t silver** from 44m in 11BERC0096;
- **2m @ 2.08% copper, 5.23g/t gold, 8.3g/t silver** from 37m in 11BERC0092;
- **45m @ 0.66% copper, 0.14g/t gold, 2.7g/t silver** from 36m in 11BERC0101 including:
 - **3m @ 2.19% copper, 0.65g/t gold, 6.3g/t silver** from 36m;
 - **1m @ 3.64% copper, 0.71g/t gold, 43.6g/t silver** from 48m;
 - **4m @ 1.16% copper, 0.13g/t gold, 4.8g/t silver** from 70m; and
 - **1m @ 3.52% copper, 0.26g/t gold, 23.7g/t silver** from 80m.

The results provide further strong evidence of the emergence of a **significant new copper-gold system** at the Sandy Creek prospect.

Sandy Creek lies within Breakaway's **100%-owned Eloise Exploration Project**, 70km south-east of Cloncurry, in the heart of the world-class Cloncurry Mineral District of North West Queensland (*Figure 1*) and 20km west of the operating Eloise Copper Mine, which is owned by Breakaway's second largest shareholder, FMR Investments Pty Ltd, and where mining activities re-commenced in January 2011. Breakaway has a beneficial interest in the mine, namely a 30% Net Profit Interest (adjusted for prior year losses).

The follow-up RC holes were drilled on nominal 50m spaced sections to 100m average depth over a strike length of 700m. While the three southernmost holes failed to intersect the interpreted position of the mineralised shear zone, drilling over the remaining 600m of strike length has successfully intersected copper-gold mineralisation on consecutive sections, confirming the internal continuity of mineralisation.

Following this RC drilling, the mineralisation has only been drilled to approximately 120m depth and remains **open both down-dip and along strike**, particularly to the north.

The presence of multiple copper-gold intercepts in numerous holes (e.g., 11BERC092 and 11BERC0101 – see *Table 1*) suggests that there is a strong likelihood that numerous **parallel zones of mineralisation** may be present, further reinforcing the size potential of the prospect.

Diamond drilling has commenced at Sandy Creek as part of the current programme of follow-up RC/diamond drilling. As shown on *Figure 2*, up to four holes will be drilled to test the down-dip potential of the prospect with first assay results expected by mid-late December 2011.

Surface mapping and rock chip sampling undertaken concurrent with the RC drilling has also identified semi-continuous subcrops of secondary copper mineralisation (malachite – stained quartz vein and breccia material) within an area of thin soil cover, over 125 metres strike length immediately north of the recent drilling.

The surface mineralisation, which has not been drill tested, is highly significant as it lies directly along strike from the northernmost drill hole at Sandy Creek and potentially represents the surface expression of a **northern strike extension to the existing mineralisation**. Surface sampling results are expected late November 2011.

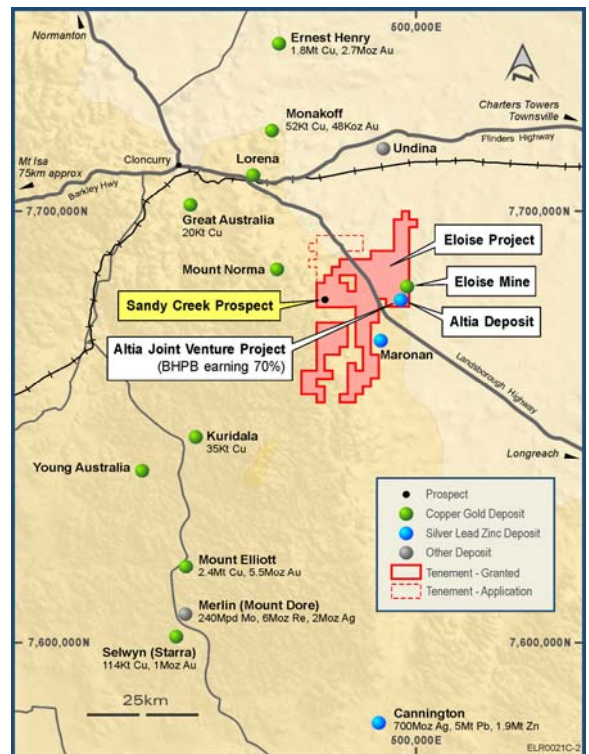


Figure 1: Eloise Exploration Project Location Plan

Breakaway's Managing Director, Mr David Hutton, said the latest batch of results confirmed the internal continuity of the Sandy Creek prospect over a 600m strike length, reinforcing the strong potential to increase the size of the existing mineralisation both along strike and down-dip.

"It is also encouraging to see evidence for multiple parallel zones of mineralisation," Mr Hutton said. "Given the close proximity of the prospect to the Eloise Copper Mine, we believe that there is excellent potential to quickly generate an economic resource at Sandy Creek."

The Company looks forward to providing further updates as results are received.

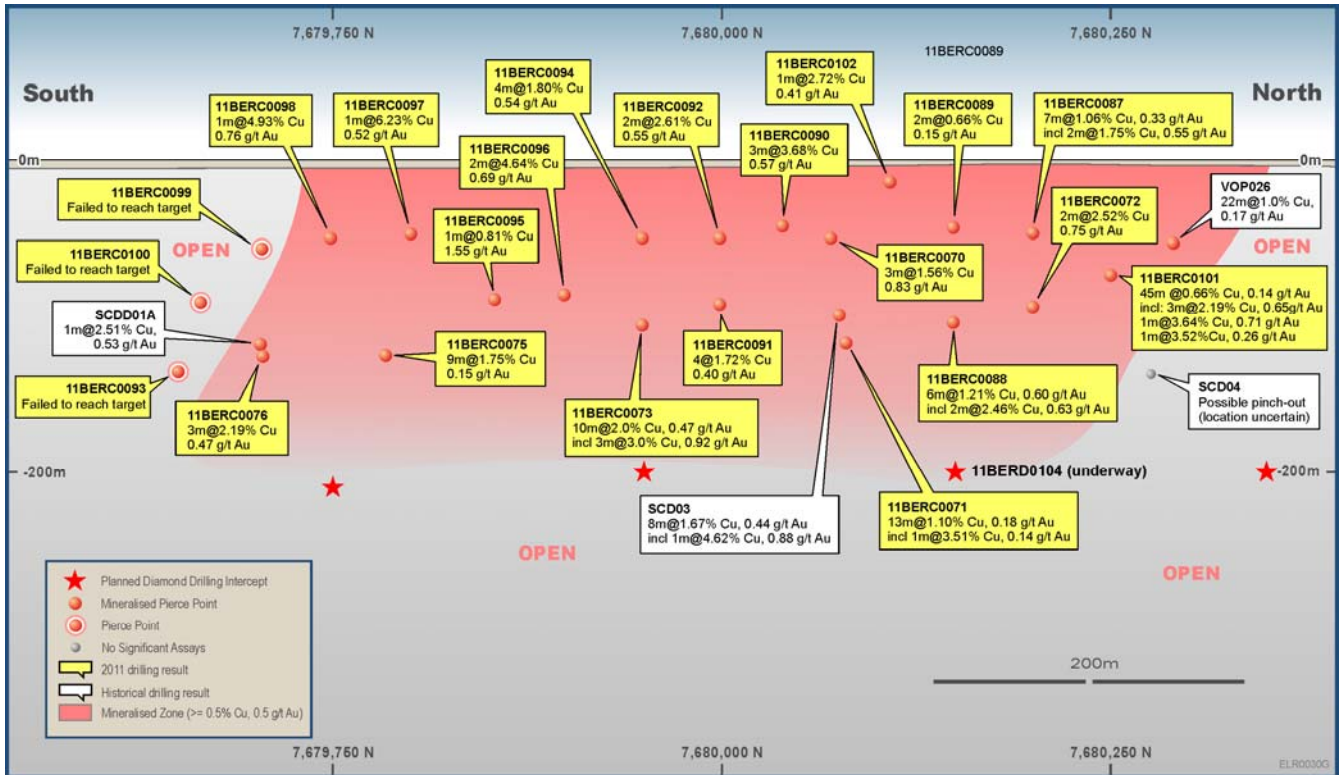


Figure 2 : Sandy Creek Long Section

ENDS

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Competent Persons Statement:

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr David Hutton (Managing Director), a full time employee of the Company. Mr Hutton is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM). He has 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.

Mr Hutton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

About Breakaway Resources Limited:

Breakaway Resources aims to generate shareholder wealth through the discovery and development of a high-quality standalone mineral deposit. The Company's exploration activities are focussed on our priority Eloise Exploration Project (copper – gold) located within the Cloncurry District of North West Queensland and the Wildara and Miranda Projects (nickel) located within the Leinster District of Western Australia's North Eastern Goldfields; two areas that we believe offers the most attractive opportunities for future success.

Table 1 – Sandy Creek 2011 Drilling Intercepts and Collar Details

Hole ID	Prospect	Northing	Easting	Dip°	AziMag°	From	Width	g/tAu	%Cu	g/tAg	%Pb	%Zn
11BERC0087	Sandy Ck	7680200	479480	-60	90	14	2	0.31	1.18	4.8	-	-
"	"	"	"	"	"	28	1	0.36	0.97	3.1	-	-
"	"	"	"	"	"	40	1	0.03	0.85	5.4	-	-
"	"	"	"	"	"	48	2	0.63	0.77	5.2	-	-
"	"	"	"	"	"	53	7	0.33	1.06	4.0	-	-
<i>Including</i>						58	2	0.55	1.75	6.6	-	-
11BERC0088	"	7680150	479410	-60	90	106	1	0.06	1.56	6.2	-	-
11BERC0088	"	"	"	"	"	114	6	0.60	1.21	4.6	-	-
<i>Including</i>						118	2	0.63	2.46	9.4	-	-
11BERC0089	"	7680150	479470	-60	90	13	2	0.15	0.66	2.2	-	-
11BERC0090	"	7680040	479465	-60	90	14	2	2.07	0.04	-	-	-
"	"	"	"	"	"	42	1	0.13	1.18	7.3	-	-
"	"	"	"	"	"	47	3	0.57	3.68	11.7	0.07	0.69
11BERC0091	"	7680000	479400	-65	90	113	4	0.40	1.72	6.9	-	-
11BERC0092	"	7680000	479450	-65	90	37	2	5.23	2.08	8.3	-	0.42
"	"	"	"	"	"	67	2	0.55	2.61	13.9	-	0.57
11BERC0093	"	7679600	479600	-60	90	<i>NSI – hole failed to reach target depth</i>						
11BERC0094	"	7679950	479450	-60	90	60	4	0.54	1.80	16.6	0.14	2.85
11BERC0095	"	7679850	479500	-65	90	131	1	1.55	0.81	5.7	-	-
11BERC0096	"	7679900	479475	-65	90	44	2	0.69	4.64	46.3	0.76	2.03
11BERC0097	"	7679785	479525	-65	90	65	1	0.52	6.23	23.0	-	-
11BERC0098	"	7679740	479550	-60	90	37	1	0.76	4.93	9.4	-	-
11BERC0099	"	7679700	479565	-65	90	<i>NSI – hole failed to reach target depth</i>						
11BERC0100	"	7679650	479590	-65	90	<i>NSI – hole failed to reach target depth</i>						
11BERC0101	"	7680259	479470	-65	90	36	45	0.14	0.66	2.7	-	-
<i>Including</i>						36	3	0.65	2.19	6.3	-	-
<i>"</i>						48	1	0.71	3.64	43.6	0.69	2.05
<i>"</i>						58	1	1.03	1.40	4.0	-	-
<i>"</i>						70	4	0.13	1.16	4.8	-	0.13
<i>"</i>						80	1	0.26	3.52	18.2	-	4.6
11BERC0102	"	7680100	479479	-60	90	36	1	0.41	2.72	23.7	-	0.12

Notes:

All Reverse Circulation drill hole results are obtained from analysis of 1 metre samples (unless otherwise specified). Sampling is undertaken following logging of geological boundaries within the drill hole. All samples are prepared and analysed at ALSGlobal Pty Ltd's Townsville Minerals Laboratory. Sample preparation is by pulverisation of the entire sample to a nominal 85% passing 75 microns in size (method LOG-23 / PUL-23). Base metal analysis is carried out by subjecting a 25-gram portion of the sample to a multi acid digest and analysing the sample by Inductively Coupled Plasma Atomic Emission Spectrometry (method ME-ICP61). Gold and precious metal analysis is carried by 25g Fire Assay and an AAS finish (method Au-AA25)

- Intersections are reported as down **hole widths**, not true widths.
- Reported intersections are calculated as length weighted average grades typically using the following cut off grades - a 0.5% copper, lead and zinc, and 0.5g/t gold and silver.
- Au – gold, Ag – silver, Cu – copper, Pb – lead, and Zn – zinc.
- The intersection obtained from 60 metres in 11BERC0094 was obtained from analysis of 4 metre composite samples.
- The location of drill holes were determined using a handheld GPS achieving +/- 4 metre accuracy - MGA datum (Zone 54).
- End of hole surveys were obtained using either an Eastman single shot survey camera or Reflex downhole survey tool.