



27 March 2008

## FURTHER NICKEL DRILLING SUCCESS AT THE HORN EXTENDING MINERALISED STRIKE TO 350 METRES

### KEY POINTS

- The Horn Prospect continues to expand with further significant intersections:
  - 6.5m of massive sulphides from 141.0m (*assays awaited*)
  - 1.5m of massive sulphides from 133.0m (*assays awaited*)
- Assays results received for previously announced massive sulphide intersections:
  - 14.66m @ 1.95% Ni and 0.35% Cu from 132.6m
  - 8.45m @ 0.76% Ni and 0.20% Cu from 122.0m
- Latest drilling extends mineralisation over 100m to the north of historical LionOre drilling.
- Mineralisation now defined over a +350m strike length, with the potential to host substantial tonnages of nickel metal.
- Step-out drilling continuing to the north to define the broader extent of mineralisation.

Breakaway Resources Limited (ASX: **BRW**) is pleased to advise that further significant nickel sulphide intersections from drilling at **The Horn Prospect**, part of the 100%-owned Wildara Nickel Project in Western Australia (see Figure 1), have extended the **total strike of mineralisation delineated to date to 350 metres**. The Horn is emerging as a significant discovery with the potential to host substantial tonnages of nickel metal.

Geological logging of recently completed holes 08BWDD0018 and 08BWDD0019 has confirmed that they have intersected significant widths of massive sulphide mineralisation similar to the material encountered in other holes drilled to date:

**08BWDD0018** 6.5m of massive sulphides from 141.0m (*assays awaited*)

**08BWDD0019** 1.5m of massive sulphides from 133.0m (*assays awaited*)

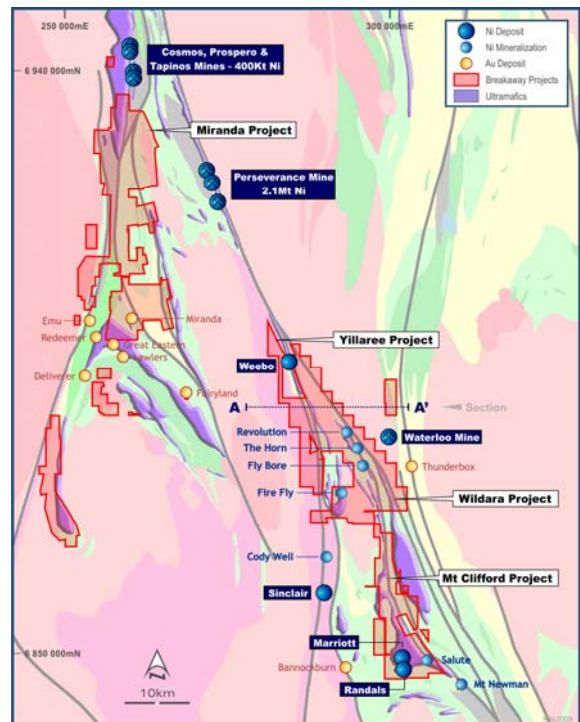


Figure 1: Wildara Nickel Project Location Plan



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The 1.5 metre massive sulphide intersection in hole 08BWDD0019 is considered to be highly significant, representing the most northerly intersection to date and extending the total known strike length of mineralisation at The Horn to 350 metres. The 6.5 metre massive sulphide intersection in hole 08BWDD0018 further highlights the internal variation of the mineralisation in terms of thickness, being located 35 metres to the west of the previously announced intersection of 1.96m @ 2.09% Ni and 0.43% Cu.

Further to the announcement made on 6 March 2008, Breakaway has also received assay results for two previously reported diamond drill holes, 08BWDD0015 and 08BWDD0012.

**08BWDD0015 14.66m @ 1.95% Ni and 0.35% Cu from 132.6m**

**08BWDD0012 8.45m @ 0.76% Ni and 0.2% Cu from 122.0m**

The intersection in hole 08BWDD0015 is the thickest achieved from the current drilling programme; it is located approximately 50 metres north of the historical LionOre intersection LWDD0756 (9.85m @ 0.79% Ni, 0.24% Cu). The intersection in hole 08BWDD0012 is located in the central portion of the mineralised zone, approximately 50 metres south-west of the historical LionOre intersection LWDD0757 (2.65m @ 1.83% Ni, 0.44%), demonstrating the potential for substantial thickening of the mineralisation across strike as well as along strike (see Figure 2).

Breakaway believes that the nature and tenor of the mineralisation indicates that it has been remobilised from a hitherto undiscovered primary source, suggesting that it is a potential pathfinder to an even more significant discovery.

Breakaway intends to continue step-out drilling towards the Revolution Prospect, which lies approximately 4 kilometres to the north, and where historical drilling by LionOre returned values up 5.0m @ 1.3%Ni from 198.0 metres. A moving loop EM survey is also being undertaken to better define the distribution of mineralisation within the broader region encompassing The Horn and Revolution.

Commenting on the latest results, Breakaway's Managing Director, Mr Peter Buck, said: "The latest intersections are very encouraging, further extending the known strike length of mineralisation to the north and demonstrating the potential for significant thickening of the zone both along and across strike".

"While our approach is to maximise our chances of locating the source of what we believe to be remobilised nickel sulphide mineralisation at The Horn, we are continuing systematic step-out drilling on the known mineralisation, which is continuing to emerge as a potentially very significant accumulation of nickel sulphides in its own right," he added.



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**ENDS**

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**Competent Persons Statement:**

*The information in this report that relates to Exploration Results 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.*

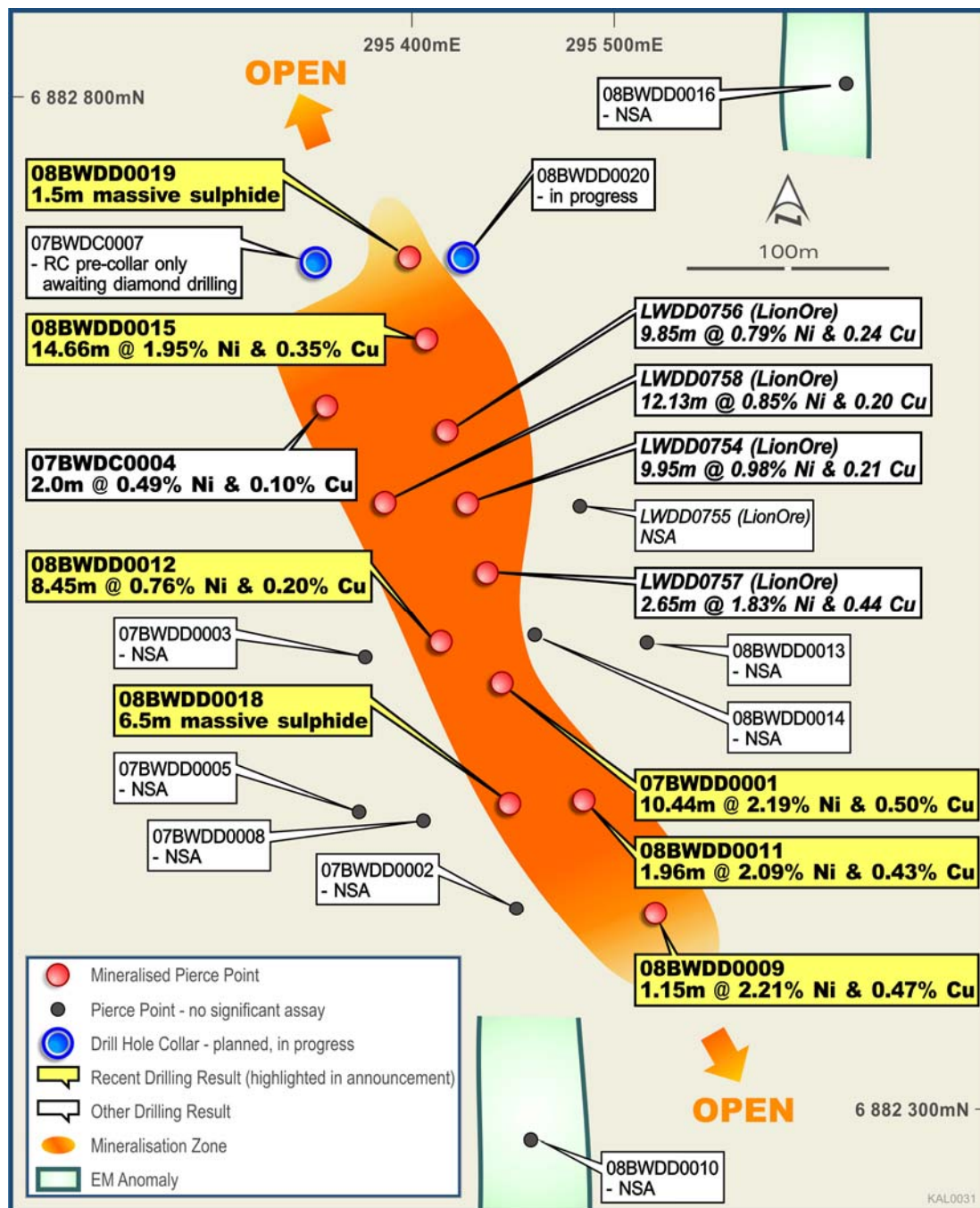


Figure 2: Plan Projection of Drillhole Intersections and Mineralised Zone at the Horn, Wildara Nickel Project