



High-grade copper-gold-silver rock chip results reinforce northern strike potential at Sandy Creek

Surface outcrop grades of up to 14.1% Cu, 20.6g/t Au, 49.8g/t Ag

- High-grade copper-gold-silver results returned from rock-chip sampling of surface mineralisation over 125m strike immediately north of drilled mineralisation.
- Diamond drilling to test beneath newly identified northern extension to commence this week.
- Diamond drilling continuing as part of current program to test for down-dip extensions of currently identified 600m long zone of mineralisation at Sandy Creek.

Further to its ASX Release of 5 November 2011, Breakaway Resources Limited (**ASX: BRW**) is pleased to report that high-grade **copper-gold-silver results** have been returned from rock chip sampling of outcropping secondary copper mineralisation (malachite – stained quartz vein and breccia material) at the northern end of the new **Sandy Creek** copper-gold prospect in North Queensland (*Figure 1*).

The surface mineralisation, which occurs over a strike length of 125 metres and has not been drill tested, is considered to be 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 of the existing mineralisation**.

Nine rock chip samples (ER006801-ER006809), were collected at the northern end of Sandy Creek, six of which (ER006801-6803, ER006805-6806 and ER006808) were collected directly along strike from the northernmost drill hole at Sandy Creek (*Figure 2*) with high grade copper-gold-silver results returned as follows:

| Sample ID | Prospect | Northing | Easting | Sample Type | Au (g/t) | Cu (%) | Ag (g/t) | Pb (%) | Zn (%) |
|-----------|----------|----------|---------|-------------|----------|--------|----------|--------|--------|
| ER006801 | Sandy Ck | 7680406 | 479542 | Rock | 1.79 | 14.1 | 30 | - | 0.23 |
| ER006802 | " | 7680310 | 479535 | " | 20.6 | 9.17 | 11.5 | - | - |
| ER006803 | " | 7680398 | 479545 | " | 1.39 | 7.14 | 40.9 | - | 0.18 |
| ER006804 | " | 7680284 | 479526 | " | 1.57 | 0.62 | - | - | - |
| ER006805 | " | 7680336 | 479504 | " | 3.41 | 13.35 | 12.8 | - | 0.15 |
| ER006806 | " | 7680362 | 479527 | " | 0.3 | 0.32 | - | - | - |
| ER006807 | " | 7680266 | 479501 | " | 1.14 | 9.24 | 49.8 | - | - |
| ER006808 | " | 7680367 | 479527 | " | 0.03 | 0.74 | - | - | 0.43 |
| ER006809 | " | 7680239 | 479530 | " | 2.28 | 9.26 | 28.2 | - | 0.25 |

Table 1 – Sandy Creek Rock Chip sampling details and results

As an early test of the target, diamond drilling to test down-dip of the surface mineralisation is scheduled to commence later this week. Drilling will be undertaken as part of the current follow-up RC/diamond drilling program at Sandy Creek.

The location of the diamond holes being drilled as part of the current program is shown in *Figure 2*.

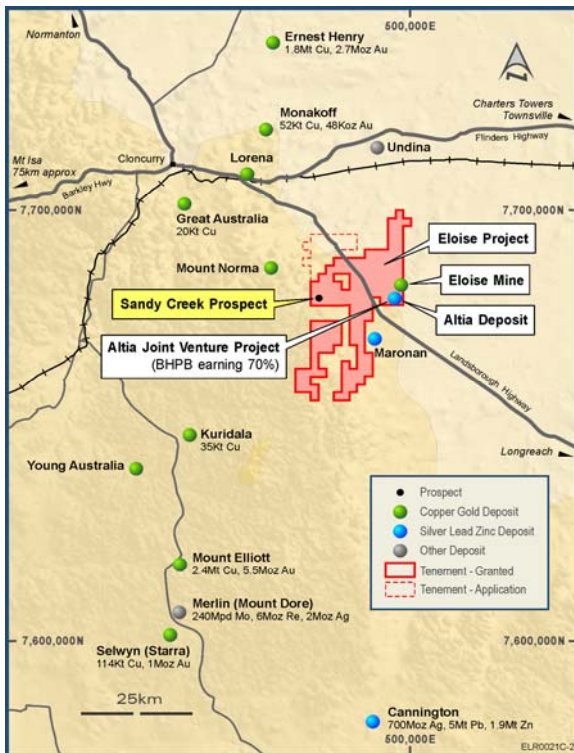


Figure 1: Eloise Exploration Project Location Plan

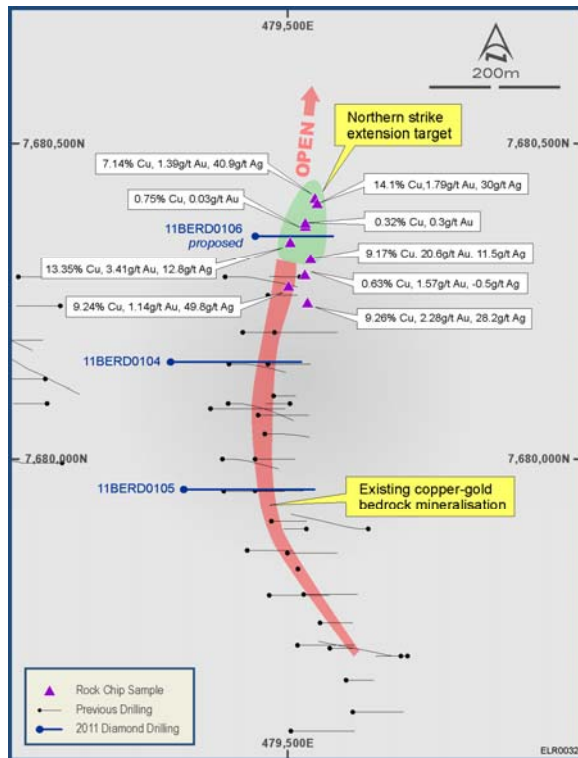


Figure 2: Sandy Creek Rock Chip Location Plan

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 Company looks forward to providing further updates as results are received from this exciting ongoing programme.

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.

Notes:

All rock chip results are obtained from analysis of nominal 2 kilogram representative samples (unless otherwise specified). 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.
- Au – gold, Ag – silver, Cu – copper, Pb – lead, and Zn – zinc.
- The location of rock chip samples was determined using a handheld GPS achieving +/- 4 metre accuracy - MGA datum (Zone 54).