



Activity Report for the Quarter Ended 31 December 2010

Corporate and Cash Position

- Share Purchase Plan and subsequent Placement raises \$3.8 million (before costs) - increases cash reserves to \$4.7 million at the end of the December 2010 Quarter.

Nickel Exploration – Western Australia

- Phase 2 work programme prepared for priority nickel targets on Wildara Project Group and Miranda Project, Leinster District.
- Heritage site clearances and geophysical surveying to be undertaken in early February 2011, with drilling activities shortly thereafter.

Base Metal Exploration – Queensland

- Multiple high grade copper targets identified within a 20 kilometre radius of the Eloise Copper Mine on Breakaway's 100%-owned Eloise Exploration Project which will form the basis of a new copper exploration initiative.
- Minimum expenditure commitment of \$1 million satisfied by BHP Billiton on the Altia JV following completion of the maiden diamond drilling programme.
- Altia diamond drilling establishes broader geological setting of the deposit and identifies new zone of zinc mineralisation within parallel-trending Dingo Trend. Significant results include: **10.00m** @ 1.14g/t Ag, 0.08% Pb, **0.65% Zn** from 688.0 metres including; **2.00m** @ 2.72g/t Ag, 0.21% Pb, **1.61% Zn** from 694.0 metres and **0.30m** @ 3.12g/t Ag, 1.03% Pb, **5.39% Zn** from 694.80 metres.

Eloise Copper Mine – Queensland

- Eloise Copper Mine recommenced mining in mid January 2011.
- Reopening of the mine provides a strong strategic imperative to resume copper exploration on the 100% - owned Eloise Exploration Project.

OVERVIEW

Breakaway has a quality portfolio of mineral exploration projects, which are highly prospective for nickel, gold and base metals, and are strategically located within several highly endowed mineral districts in Western Australia and Queensland (see *Figure 1*). While a large number of targets have been identified on all of the projects, Breakaway has adopted a nickel and copper-focused, pragmatic approach to its ongoing exploration activities.

The Company's objectives remain the discovery and development of a high-quality stand alone mineral deposit and maximisation of shareholder wealth for non-priority assets. Accordingly, the Company's future exploration activities remain focused on the Wildara and Miranda Projects, which are located within the world-class Leinster District (+9Mt nickel metal endowment) of Western Australia, and the Eloise Exploration Project, which is located within the Cloncurry District of Queensland.

During the Quarter, the Company successfully raised \$3.8 million (before costs) via a Share Purchase Plan and Placement, the proceeds of which will underpin the ongoing nickel and copper exploration activities.

In the Leinster District, priority nickel targets for 2011 drill testing were finalised, while at the Eloise Exploration Project in Queensland, a review of the project's copper potential has identified several new high grade copper-gold bedrock targets which will form the basis for 2011 field activities.

In Queensland, 2010 drill testing of the Altia Silver-Lead-Zinc Deposit area successfully established the deposit's geological setting and identified a new parallel zone of zinc mineralisation. Under the terms of the Farm-in and Joint Venture Agreement, BHP Billiton can earn 70% of the silver-lead-zinc rights at Altia by completing expenditure of A\$10 million over five years with a minimum first year expenditure commitment of \$1 million, now satisfied.

Subsequent to the Quarter end, the Company was advised by the owners of the Eloise Copper Mine, FMR Investments Pty Ltd, that mining activities had recommenced on 15 January 2011.

Breakaway holds a 30% Net Profit Interest in the mine (adjusted for prior year losses) and while the Company doesn't factor in any royalty receipts going forward, the reopening is significant as it provides a strong strategic imperative to resume copper exploration on the Eloise Exploration Project.

The Company's cash position at the end of the Quarter was \$4.7million.



Figure 1: Breakaway Project Locations

CORPORATE ACTIVITIES

Share Purchase Plan and Placement

The Company successfully completed a \$3.8 million Capital Raising (before costs), with \$3.3M raised through a Share Purchase Plan (“SPP”), and subsequent Placement raising \$0.5M. Upon completion, an additional 51.83 million shares were issued, bringing Breakaway's total issued capital to 291.1 million shares.

Breakaway was originally seeking to raise up to \$3.5 million (before costs) through a SPP, underwritten to \$2.5 million by Patersons Securities Ltd with one of the Company's major strategic shareholders, FMR Investments Pty Ltd, sub-underwriting the SPP to the extent of \$1.5 million (see *ASX Announcement - 19 November 2010*).

The SPP raised \$3.3M and given its strong support, the Board of Directors elected to make a subsequent Placement to a number of existing major shareholders and sophisticated investors eligible under s.708 of the Corporations Act (2001) at the same SPP issue price of 7.4 cents per share.

The funds raised will be used to underpin:

- Geophysical surveying and RC/diamond drilling of Phase 2 nickel targets at the Wildara Project Group and Miranda Project, Leinster District Western Australia (see *ASX Announcement – 6 December 2010*); and;
- Commencement of a new copper exploration initiative at the 100%-owned Eloise Exploration Project, Cloncurry District Queensland (see *ASX Announcement – 30 November 2010*).

NICKEL EXPLORATION ACTIVITIES – WESTERN AUSTRALIA

During the Quarter, Breakaway announced a substantial new nickel exploration work programme at the **Wildara Project Group** and **Miranda Nickel Project** in the premier Leinster Nickel District, Western Australia.

The Phase 2 programme will comprise up to 1,500 metres of Reverse Circulation (RC) and 1,300 metres of Diamond Drilling, as well as Fixed Loop Electromagnetic (FLTEM) surveying to refine a key target area at the Wildara Project (see *Figure 2*). It is anticipated that Heritage site clearances and geophysical surveying will take place in early February 2011, with drilling activities shortly thereafter.

Wildara Project Group – (Breakaway 100% except for Yillaree Project – Breakaway 81.27%/ Hampton Hill 18.73%)

Located 30 kilometres south along strike from BHP Nickel West's Leinster Nickel Deposits (+2.5Mt nickel metal), Breakaway's Wildara Project Group comprises the 100%-owned Wildara and Mt Clifford Projects and the 81.27%-owned Yillaree Project, with Breakaway's joint venture partner Hampton Hill Mining NL (ASX:HMM) holding the balance of 18.73% and contributing to expenditure on a pro rata basis.

The Phase 2 programme within the Wildara Project Group will focus on the following priority targets (see *Table 1 and Figure 3*):

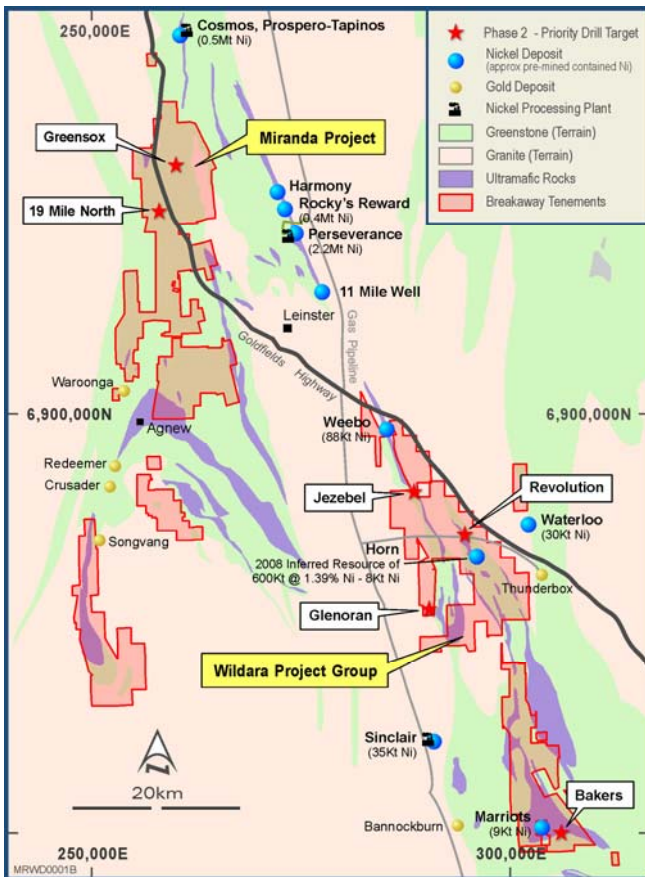


Figure 2: Leinster District Location Plan

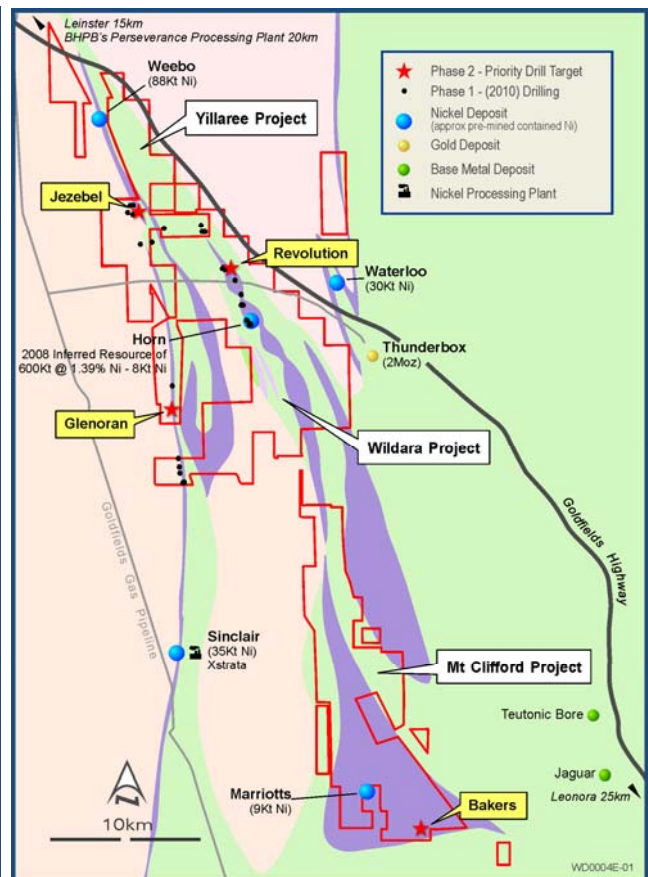


Figure 3: Wildara Project Group - Priority Target Location Plan

- Revolution**, which is located immediately north of Breakaway's Horn Nickel Deposit (2008 JORC Code Compliant Inferred Resource of 600,000t @ 1.39% Ni, 0.2% Cu for 8,300t nickel metal). Geological remodelling of the target has shown that existing disseminated sulphide mineralisation (i.e. 12m @ 0.96% Ni, 311ppm Cu and 424ppb Pt + Pd from 192 metres and 4m @ 1.14%Ni, 1,003ppm Cu and 749ppb Pt + Pd from 209 metres in LWDD0809) lies within a high MgO ultramafic unit. Revolution's prospectivity is further enhanced by the presence of high grade remobilised nickel sulphides (i.e. 0.15m @ 5.1% Ni, 923ppm Cu and 3,029ppb Pt + Pd from 267 metres in LWDD0819) and an untested historical EM conductor 400 metres along strike of the disseminated sulphides. A fixed-loop EM survey will be undertaken to further refine the EM conductor prior to drill testing;
- Bakers**, which is located in the southern part of the Mt Clifford Project, in close proximity to Australian Mines Limited's Marriott's Nickel Deposit (9,400t of nickel metal – 2009 Resource Statement). Breakaway drilling carried out in 2007 intersected disseminated sulphide mineralisation (i.e. 8m @ 0.43%Ni, 608ppm Cu and 136ppb Pt + Pd from 239 metres in 07BMCC007) within the southern extension of the Roadside Ultramafic Belt (host to the Horn Deposit and Revolution prospect). Drilling will further test the mineralisation and the significance of several historical EM conductors that are present down-dip and below the disseminated sulphides.
- Glenoran**, which is located in the western part of Wildara within the Sinclair Ultramafic Trend approximately 15 kilometres north along strike of Xstrata's Sinclair Nickel Mine (~45Kt nickel metal). This target also lies along strike from a series of EM conductors drill-tested by Breakaway earlier this year. In contrast to barren massive sulphides that were intersected at each of the recently drilled EM conductors, the Glenoran EM conductor sits on the interpreted footwall basal contact of the ultramafic making it a prime target for nickel sulphides. Drilling will test the nature of this conductive feature; and

- **Jezebel**, a new target which has been identified 7 kilometres south along strike from BHP Billiton’s Weebo Nickel Deposit (88Kt nickel metal) on the Yillaree Joint Venture. At Jezebel, a prominent magnetic feature that bears a similarity to the Weebo magnetic “signature” is interpreted to be a “thickened” accumulation of the prospective ultramafic unit. Drilling will test the significance of this magnetic feature.

Miranda Project – (Breakaway 100% Nickel Rights)

Miranda covers the interpreted southern extension of the Mt Goode Ultramafic Belt which hosts Xstrata’s **Cosmos Nickel Deposits** (+0.5Mt Ni metal). At Miranda, Breakaway owns 100% of the nickel rights with Gold Fields Australia Limited owning the gold rights. Most of the historic exploration activity in this belt has been targeted toward gold.

Following a detailed geological review of the results of the Company’s recently completed ground-based Moving Loop TEM (MLTEM) survey, Breakaway has selected two priority targets for initial follow-up (See Table 1 and Figure 4). The targets lie within or adjacent to registered Aboriginal Heritage sites and as such, site clearances are required before drilling activities are undertaken. Subject to successful Heritage site clearances (to be undertaken early to mid February 2011), drilling will test the nature and prospectivity of the selected targets:

- **19 Mile North**, which is located within the southern portion of the 2010 MLTEM survey area and comprising a strong EM conductor coincident with a magnetic feature interpreted to be a structurally complex remnant of the Mt Goode Ultramafic. An adjacent air core hole shows geochemistry consistent with that of weathered nickel sulphide (i.e. 1m @ 1,920ppm Ni, 385ppm Cu, 46ppb Pt + Pd from 64 metres in 06BMAC010).
- **Greensox**, which is located immediately north of the 2010 MLTEM survey area comprises an EM conductor defined by Breakaway during an earlier 2005 MLTEM survey. The conductor appears to be located close to the eastern footwall contact of the favourable ultramafic unit which also shows evidence of nickel sulphides (i.e. 40m @ 3,900ppm Ni, 77ppm Cu from 36 metres in PL_10_23).

The proposed drilling represents the first deep nickel focused drilling programme to be carried out on these tenements.

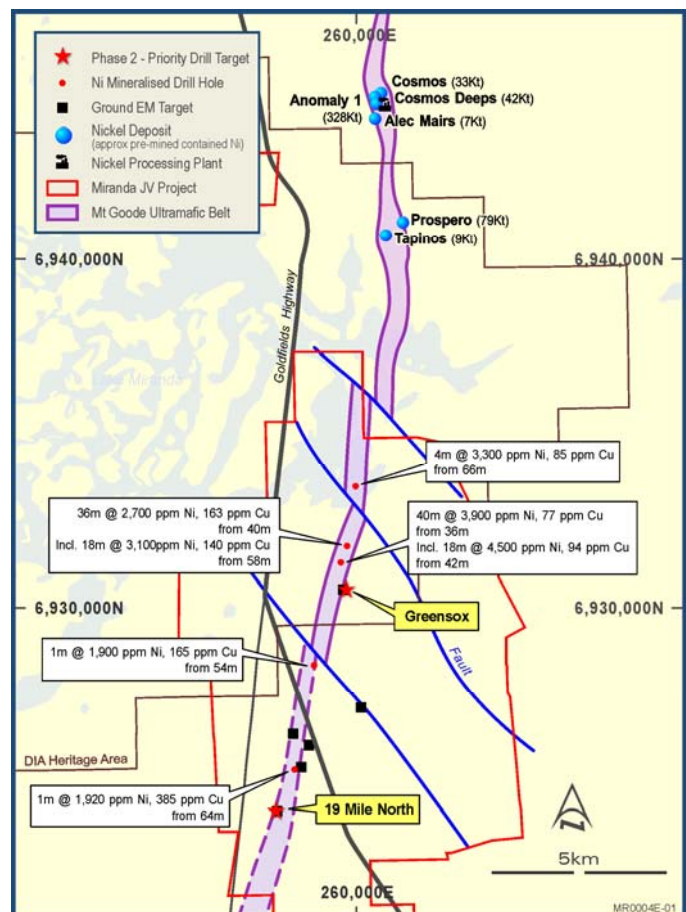


Figure 4: Miranda Project – Priority Target Location Plan

BASE METAL EXPLORATION ACTIVITIES – QUEENSLAND

Eloise Exploration Project – BRW 100%

Breakaway has identified **multiple bedrock high grade copper targets** on its 100%-owned **Eloise Exploration Project** within a 20 kilometre radius of FMR Investment Pty Ltd’s Eloise Copper Mine.

The Eloise Exploration Project (“Eloise”) is located 70 kilometres south-east of Cloncurry, in the heart of the world-class Cloncurry Mineral District of North West Queensland. (see *Figure 5*).

The imminent re-opening of the Eloise Mine and strong copper price outlook provides a strong strategic imperative to resume copper exploration at Eloise. Due to the close proximity of Breakaway’s tenements, any new copper discovery would lie within an economic trucking distance to the Eloise Copper Mine, thereby opening up the potential for regional development and processing opportunities (see *Figure 6*).

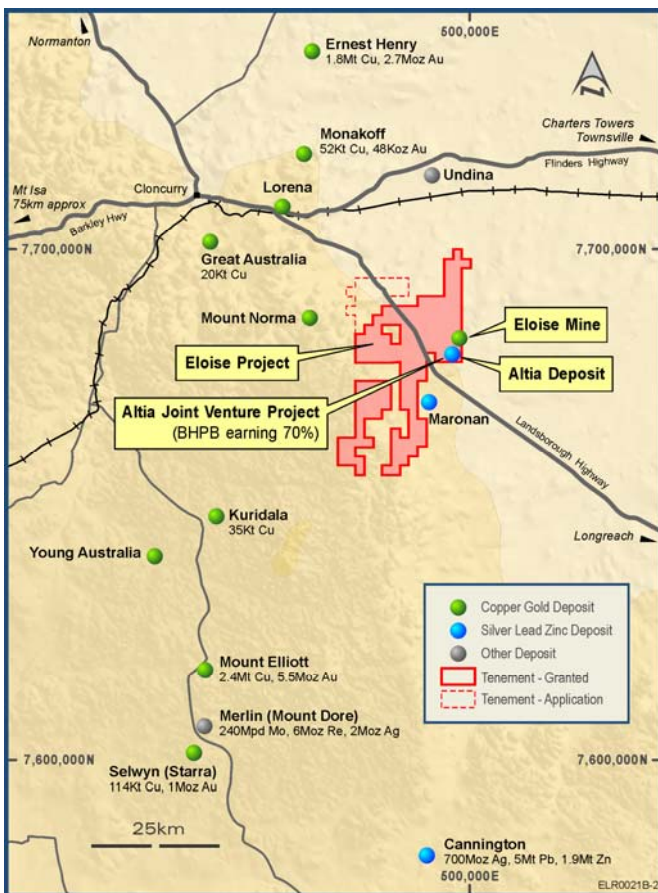


Figure 5: Eloise Exploration Project Location Plan

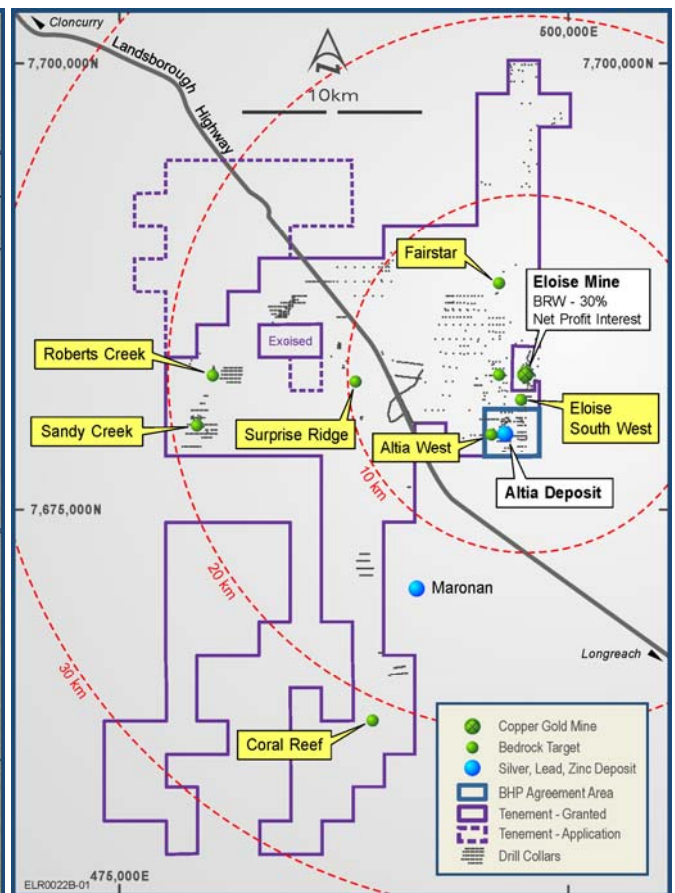


Figure 6: Eloise Copper Targets Location Plan

The targets have been identified from a recent major data review of historic drilling data for Eloise and “kick starts” a new copper exploration initiative for the Company in parallel with Breakaway’s recently announced nickel exploration programme in Western Australia.

The targets are typically characterised by +1% copper intercepts (up to 4% copper), highly anomalous gold results and limited deep drilling with excellent potential to extend known mineralisation along strike and down dip. In addition, there are several significant surface geophysical and geochemical anomalies in close proximity to the bedrock targets which also represent attractive targets for follow up.

While a number of these copper-gold targets have been known for some time, they have received minimal exploration over the past 10-15 years due to the Company previously focusing on its Western Australia nickel assets and the Altia Silver-Lead-Zinc Deposit at Eloise. Previous owners of Eloise were focused on development of the Eloise Copper Mine.

Breakaway is now preparing to commence ground-based follow up of the targets in early 2011 after the northern wet season ahead of likely geophysics and drill testing in the June and September Quarters of 2011.

Key Copper Targets (*Quoted intersections are down hole widths only - see Table 2*)

- **Roberts Creek** – where quartz vein hosted copper-gold mineralisation has been drilled on 25 metre sections over a 200 metre strike length and to 50 metres vertical. The mineralisation remains open in all directions with anomalous surface geochemistry suggesting strong potential for a northern strike extension. Better intercepts include:
 - **5m @ 3.42%Cu, 3.05g/t Au** from 39 metres in RAM01 including **2m @ 4.72%Cu, 4.13g/t Au** from 39 metres
 - 11m @ 1.36%Cu, 1.51g/t Au from 37 metres in RAM08
 - **6m @ 3.22%Cu, 2.22g/t Au** from 28 metres in RCP01
 - **6m @ 1.02%Cu, 4.18g/t Au** from 53 metres in VOP028

- **Sandy Creek** – where copper-gold mineralisation occurs within two parallel zones of quartz-carbonate veining and mafic alteration. Mineralisation remains open down plunge and south along strike. Limited drilling on 100 to 200 metre sections over 500 metre strike length and to 150 metres vertical has returned broad zones of strong copper-gold mineralisation including:
 - 8m @ 1.67%Cu, 0.44g/t Au from 113 metres in SCD03
 - **5m @ 0.51%Cu, 11.56g/t Au** from 149 metres in SCD06
 - **4.11m @ 0.57%Cu, 5.70g/t Au** from 186.55 metres in SCD07
 - 22m @ 1.0%Cu, 0.17g/t Au from 50 metres in VOP026

- **Altia West** – where copper mineralisation is present over several hundred metres within a sulphide-bearing silicified shear zone on the western margin of the Altia Deposit. The significance of the mineralisation is yet to be determined, but its position relative to the Altia Deposit reinforces the discovery potential of this area. Better intercepts include:
 - **14m @ 1.04%Cu, 0.55g/t Au** from 145 metres in 06BERD005 including **1m @ 4.07%Cu, 0.46g/t Au** from 153 metres
 - **1m @ 2.72%Cu, 0.04g/t Au** from 214 metres in 06BERD005
 - 2m @ 0.17%Cu, 4.91g/t Au from 208 metres in 07BERD027
 - 4m @ 1.41%Cu, 0.22g/t Au from 206 metres in ALDH06

- **Eloise South West** – where numerous EM conductors and anomalous bedrock geochemistry occur within the southern extension of the sequence that hosts the Eloise Copper Mine. Diamond drilling on 200 to 250 metre spaced sections (to 400 metres vertical depth) has returned isolated intersections, the significance of which is yet to be fully determined:
 - **1m @ 1.61%Cu, 0.38g/t Au** from 97metres in 07BERD039,
 - **0.7m @ 4.63%Cu, 1.97g/t Au** from 100 metres in 07BERD039
 - 3m @ 0.69%Cu, 0.19g/t Au from 103 metres in 07BERD039

Additionally, single holes drilled by previous explorers to test gossanous quartz veining and geophysical anomalies at each of the “Coral Reef”, “Surprise Ridge”, and “Fairstar” targets all returned significant intersections which remain open in all directions. At Coral Reef, MPSA_TR031 returned **4m @ 4.02%Cu, 1.21g/t Au** from 44 metres; at Surprise Ridge VOP013 returned 8m @ 1.27%Cu, 0.07g/t Au from 34 metres including **2m @ 2.96%Cu, 0.12g/t Au** from 34 metres; and at Fairstar FSD01 returned three narrow gold zones - 1m @ 0.05%Cu, 1.79g/t Au from 231 metres, 1m @ 0.03%Cu, 3.70g/t Au from 238 metres, and **1m @ 0.01%Cu, 6.14g/t Au** from 285 metres.

Altia Joint Venture Project

During the Quarter, further outstanding assay results from the maiden six hole (4,479.6 metre) diamond drilling programme completed by BHP Billiton Minerals Pty Ltd (ASX: BHP – “BHP Billiton”) during the September Quarter 2010 were received and reviewed. The drilling programme formed a key component of the first year minimum expenditure commitment of \$1 million, now satisfied. Under the terms of the Altia Farm-in and Joint Venture, BHP Billiton can earn a 70% interest in the silver-lead-zinc rights at Altia by completing expenditure of A\$10 million over five years.

The joint venture project area lies within Breakaway’s Eloise Exploration Project and covers the Altia Silver-Lead-Zinc Deposit where Breakaway has previously announced a JORC Code compliant Inferred Resource of 5.78Mt @ 40.3g/t silver, 3.96% lead and 0.49% zinc (7.5Moz of contained silver and 229Kt of contained lead).

At the start of the Quarter, assay results were awaited for ADD10_01, ADD10_05, ADD10-06 and ADD10_11B (see Figure 7). While no significant results were returned for ADD10_01 and ADD10_05, a broad zone of strongly anomalous zinc mineralisation was confirmed in ADD10_06.

The zinc intercept is located approximately 800 metres east of the Altia Deposit and occurs within a 35 metre (downhole width) zone of altered shale host rocks from 663.35 metres (see Table 3). The following significant results were returned (downhole widths):

- **7.00m @ 0.71g/t Ag, 0.06% Pb, 0.28% Zn** from 664.0 metres
- **1.15m @ 3.14g/t Ag, 0.63% Pb, 0.46% Zn** from 674.4 metres
- **10.00m @ 1.14g/t Ag, 0.08% Pb, 0.65% Zn** from 688.0 metres including;
- **2.00m @ 2.72g/t Ag, 0.21% Pb, 1.61% Zn** from 694.0 metres and **0.30m @ 3.12g/t Ag, 1.03% Pb, 5.39% Zn** from 694.80 metres.

The new intersection is interpreted to lie approximately 500 metres south along strike of an historic drill hole VOP-006 which intersected 44 metres @ 0.20% Zn from 94 metres (including 24 metres @ 0.27% Zn from 106 metres) within a similar altered sequence (see Figure 8).

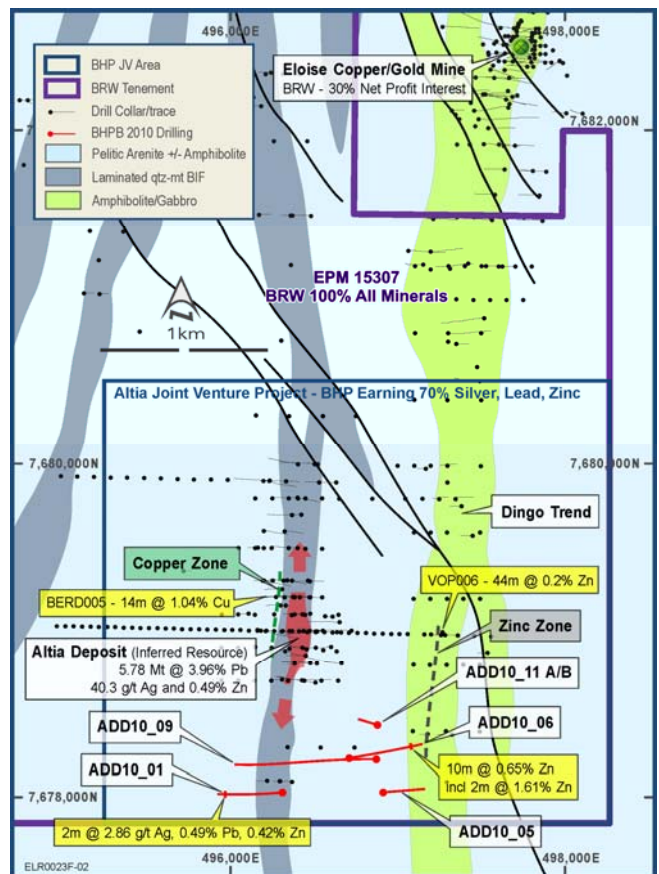


Figure 7: Altia Deposit Drill Hole Location Plan

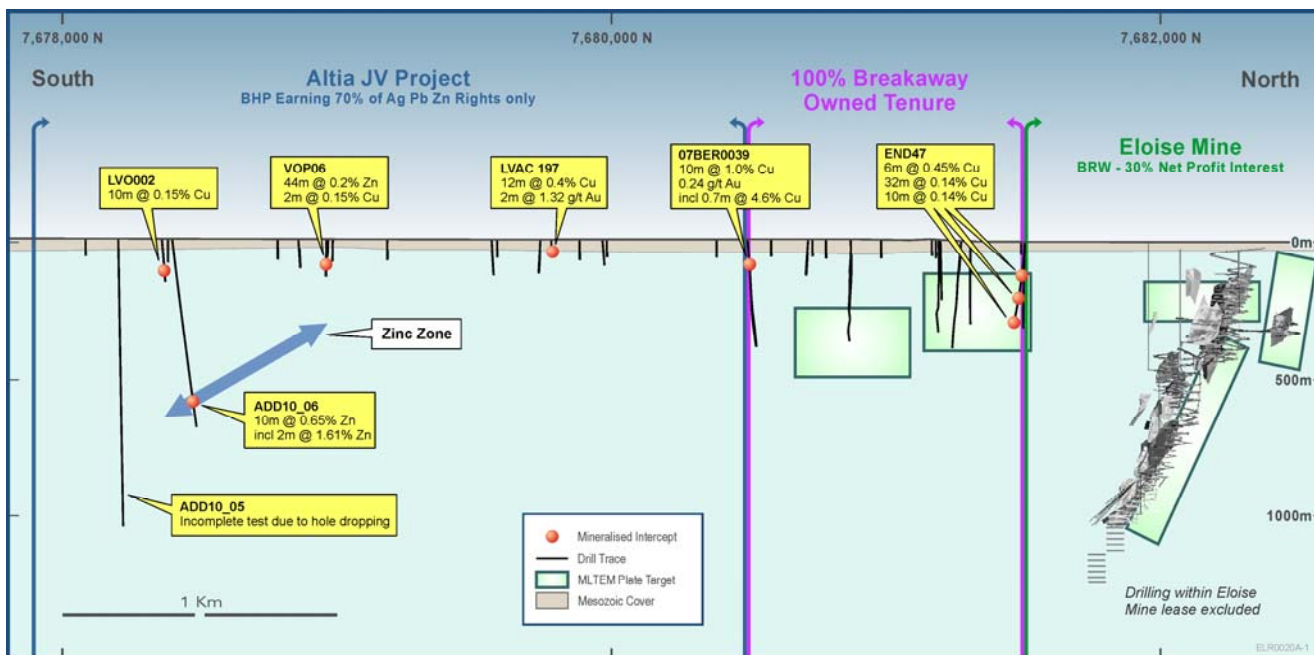


Figure 8: Dingo Trend Long Section showing position of new zinc mineralised zone.

With the exception of ADD10_06 and VOP-006, previous drilling throughout the new zinc zone has been of a wide-spaced and shallow nature. A second hole (ADD10_05) drilled to the immediate south of ADD10_06, failed to adequately test zinc mineralisation due to the hole “dropping”. Accordingly, there is excellent potential to delineate higher grade mineralisation throughout the newly discovered zone.

Significantly confirmation of a second parallel mineralised trend also enhances the discovery potential of the Altia Joint Venture area.

Overall the maiden drill programme at Altia has established the broader geological setting of the deposit and surrounding area. A number of positive geological features identified in the initial drill programme (i.e. southern BIF extensions, and parallel zinc mineralisation) suggest that the Altia Deposit may occur within a broader poly-metallic mineralised system.

The Company understands that BHP Billiton is continuing to evaluate the potential for a world-scale silver-lead-zinc deposit at Altia, and is currently reviewing the results of the deep drilling programme before determining whether further drilling is warranted. It is anticipated that a decision on further drilling will be made at the completion of the northern wet season in late March 2011.

ELOISE COPPER MINE – QUEENSLAND (Breakaway 30% Net Profit Interest)

Subsequent to the Quarter end, the Company was advised by the owners of the Eloise Copper Mine, FMR Investments Pty Ltd, that the mining contractor had recommenced mining activities on 15 January 2011.

The Eloise Copper Mine is located on two excised Mining Leases situated within the eastern boundary of Breakaway's 100% owned Eloise Exploration Project (see Figure 5), which is highly prospective for both copper-gold and silver-lead-zinc mineralisation. The mine is located approximately 3 kilometres north-northeast of the Altia Silver-Lead-Zinc Deposit which is currently being explored by BHP Billiton.

Breakaway holds a 30% Net Profit Interest in the mine (adjusted for prior year losses) and while the Company doesn't factor in any royalty receipts going forward, the reopening is significant as it provides a strong strategic imperative to resume copper exploration on the Eloise Exploration Project.

PROJECT DIVESTMENT

Consistent with Breakaway's previously announced strategy of rationalising its extensive minerals portfolio to focus on its core nickel exploration projects in the Leinster District of Western Australia, the Company sold EL51/859 located in the Meekatharra District of Western Australia to Alchemy Resources Limited (ASX:ALY) during the Quarter. The non-priority tenement was sold for \$10,000 cash.

The Company is also continuing to seek expressions of interest for the divestment of the Scotia and Kambalda West Projects.

MISCELLANEOUS

Moonta Porphyry JV – Adelaide Resources 90% / BRW 10%

The Moonta Porphyry Joint Venture is located on the northern Yorke Peninsula in South Australia. The joint venture area lies within Adelaide Resources Limited's (ASX:ADN) EL3733 (Moonta Copper-Gold Project), in a region that has historically produced about 350,000 tonnes of copper and significant gold including the Poona and Wheal Hughes Mines which were in production between 1988 and 1993. The joint venture is managed by Adelaide Resources (90%) with Breakaway's interest (10%) being free-carried.

Adelaide Resources has announced their intention to spin off their Yorke Peninsula assets into a new ASX listed company - Peninsula Resources. The Moonta Copper-Gold Project (including BRW's interest in the JV area) will be the new company's lead project, tapping into positive investor sentiment about the Yorke Peninsula following Rex Mineral's success and quality copper projects in general.

OUTLOOK

The primary focus of activity for the March Quarter will be the implementation of the Leinster District nickel drilling, the commencement of the Eloise Exploration Project copper activities and the ongoing review of the Altia Deposit by BHP Billiton. Additionally the Company will continue to advance its divestment programme and looks forward to informing the market of progress on each activity.



DAVID HUTTON
Managing Director

Table 1. Wildara and Miranda Anomalous Historic Drilling Intercepts and Collar Details

Hole ID	Northing	Easting	Dip°	Azi Mag°	From	Downhole Width	% Ni	ppm Cu	ppb Pt+Pd
LWDD0809	6886039	293886.6	-60	090	192	13.0	0.96	311	424
"	"	"	"	"	209	4.0	1.14	1,003	749
LWDD0819	6886119	293806.6	-60	090	267	0.15	5.1	923	3,029
07BMCC007	6850143	305225.7	-60	160	239	8.0	0.43	608	136
06BMAC010	6924162	259050	-60	270	64	1.0	0.19	385	46
PL_10_23	6931291	259634	-60	076	36	40.0	0.39	77	-

Notes on Drill Hole Results:

1. The drillholes are historic and as such, details of the analytical methods used are unknown.
2. The location of drill holes were determined using a handheld GPS achieving +/- 4 metre accuracy and using the MGA datum (Zone 51).
3. Intersections are reported as down hole widths, not true widths and calculated using a 0.3%Ni lower cut off.

Table 2. Eloise Exploration Project Anomalous Historic Drilling Intercepts and Collar Details

Hole ID	Northing	Easting	Dip°	Azi Mag°	From	Downhole Width	% Cu	g/t Au
RAM01	7682483	480112	-60	270	39	5.0	3.42	3.05
"	"	"	"	"	39	2.0	4.72	4.13
RAM08	7682650	480155	-60	270	37	11.0	1.36	1.51
RCP01	7682585	480130	-56	235	28	6.0	3.22	2.22
VOP028	7682600	480155	-60	270	53	6.0	1.02	4.18
SCD03	7679898	479299	-60	90	113	8.0	1.67	0.44
SCD06	7680018	478911	-60	90	149	5.0	0.51	11.56
SCD07	7679970	478918	-60	90	186.55	4.11	0.57	5.70
VOP026	7680093	479418	-60	270	50	22.0	1.0	0.17
06BERD005	7679197	496320	-60	270	145	14.0	1.04	0.55
"	"	"	"	"	153	1.0	4.07	0.46
"	"	"	"	"	214	1.0	2.72	0.04
07BERD027	7679900	496230	-60	270	208	2.0	0.17	4.91
ALDH06	7679250	496306	-64	271	206	4.0	1.41	0.22
07BERD039	7680500	497490	-60	270	97	1.0	1.61	0.38
"	"	"	"	"	100	0.7	4.63	1.97
"	"	"	"	"	103	3.0	0.69	0.19
MPSA_TR031	7663466	489123	-55	270	44	4.0	4.02	1.21
VOP013	7682152	488103	-60	90	34	8.0	1.27	0.07
FSD01	7687460	495964	-57	90	231	1.0	0.05	1.79
"	"	"	"	"	238	1.0	0.03	3.7
"	"	"	"	"	285	1.0	0.01	6.14

Notes on Drill Hole Results:

1. The drillholes are historic and as such, details of the analytical methods used are unknown.
2. The location of drill holes were determined using a handheld GPS achieving +/- 4 metre accuracy and using the AGD84 datum (Zone 54).
3. Intersections are reported as down hole widths, not true widths.
4. Reported intersections are calculated as length weighted average grades using a 0.5%Cu lower cut off.

Table 3. Altia Joint Venture Project Drilling Results and Collar Details

Hole ID	Northing	Easting	Dip°	Azimuth Mag°	From	Downhole Width	Ag g/t	Pb %	Zn %
ADD10_09	7678400	497000	-60	263	1,144.00	2.00	2.86	0.49	0.42
including					1,144.40	0.20	4.90	3.12	0.42
ADD10_06	7678200	497035	-60	83	664.00	7.00	0.71	0.06	0.28
"	"	"	"	"	674.40	1.15	3.14	0.63	0.46
"	"	"	"	"	688.00	10.00	1.14	0.08	0.65
including					694.00	2.00	2.72	0.21	1.61
including					694.80	0.30	3.12	1.03	5.39
ADD10_01	7678200	496435	-60	263	NSA				
ADD10_05	7678000	497035	-80	83	NSA				
ADD10_11	7678600	497000	-85	280	Hole abandoned				
ADD10_11A	7678600	497005	-85	280	Assays Awaited				
ADD10_11B	7678600	497005	-80	328	Wedge hole off ADD10_11A - Assays Awaited				

Notes on Drill Hole Results:

1. All diamond drill hole results were obtained from analysis of 1-metre samples (unless otherwise specified). Sampling was undertaken following logging of geological boundaries within the drill hole. All samples were prepared and analysed at SGS Australia Pty Ltd's Townsville laboratory facility using a single stage mix and grind technique. Base metal analyses were carried out by subjecting a 50-gram portion of the sample to a mixed acid digest and analysing the sample by Inductively Coupled Plasma Optical Emission Spectrometry (ICP).
2. Significant results shown in Table 1 of this report are calculated using a 0.1%Pb, 0.1%Zn, and 1.0g/t Ag lower cut off. Drill hole intersection grades are length weighted averaged grades and do not take account of material density for each sample.
3. Drill hole locations were determined using a handheld GPS achieving +/- 4 metre accuracy and using the AGD84 datum (Zone 54).

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Breakaway Resources Limited

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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.

About Breakaway Resources Limited:

Breakaway Resources aims to become one of Australia's leading mining and exploration companies with exploration focussed at our priority Wildara and Miranda Projects (nickel) within the Leinster district of the North Eastern Goldfields of Western Australia and the Cloncurry District (copper – gold) of North West Queensland; two areas that we believe offers the most attractive opportunities for future success.

Our objectives are the discovery and development of a high-quality stand alone mineral deposit and maximisation of shareholder wealth for non-priority assets.