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BREAKER Resources NL

QUARTERLY REPORT September 2020

Three areas of discovery set to expand 1Moz open pit Resource#

Strong drill results point to rare greenfields gold camp; Resource drilling underway at Bombora and Kopai-Crescent

Key Points

- **Three drill rigs operating continuously with plans to ramp this up. The strategy is to increase the global resource, expand an extensively de-risked open pit mining option, and to realise the growth potential of an emerging 30km-long gold system**

- **Bombora: Drilling has identified a 2km-long strike length of high-grade lodes below the 1Moz open pit Resource#, establishing the underground mining potential, while new hits east of the Resource enlarge the open pit option. Recent drill results include:**
  - **4m @ 12.39g/t Au from 144m in BBRC1584**
  - **16.0m @ 1.75g/t Au including 4.10m @ 4.50g/t from 611m in BBRD1156**

- **Kopai-Crescent Discovery: Drilling indicates a 1.8km x 500m deposit with untested growth potential to the south along the Claypan Shear Zone. Resource drilling is underway and extensional drilling is planned. Recent drill results include:**
  - **6m @ 2.94g/t Au 72m in BBRC1544 (prev. hits of 9m @ 4.90g/t, ASX Release 31 July 2018)**

- **Claypan-Carbineer Prospect: Three diamond drill holes confirm a 200m-wide flat lode, enhancing the potential along the 12km-long contact of the Swan Lake Syenite:**
  - **BBDD0104 3.6m @ 2.04g/t Au including 2.6m @ 2.60g/t and 0.73m @ 5.16g/t**
  - **BBDD0105 9.2m @ 1.56g/t Au including 1.54m @ 3.56g/t**

CORPORATE

- **Strong cash position of $21.9 million following successful completion of Placement and Share Purchase Plan with key support of strategic US institutions including Electrum Strategic Opportunities Fund II (10%), Paulson and Co (10%), and Franklin Templeton (6%)**

- **The involvement of key US funds is a strong vote of confidence in the growth potential of the Lake Roe gold project, the management, and the Company's strategic approach to expansion built on early de-risking**

ASX: BRB

Board
Tom Sanders
Mark Edwards
Mike Kitney
Linton Putland
Eric Vincent

Corporate
Issued Equity:
325.8m FPO
12.9m options

Cash:
$21.7m

Market Cap:
$61.9m @ $0.19/share

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Operations Overview (September 2020 Quarter)

The September 2020 quarter delivered further strong drilling results from three areas outside the 1Moz open pit Resource# at Bombora, situated within the Company's 100%-owned Lake Roe Project, 100km east of Kalgoorlie, Western Australia.

The new results continue to demonstrate the growth potential at Lake Roe, where a track record of drilling and discovery every quarter over the last five years emphatically indicates a new gold camp that is still in the early stages of delineation.

The Company is now starting to close the drill spacing at Bombora and Kopai-Crescent in preparation for resource delineation drilling. It is too early to put a timing on the next resource update as we are still firming up the geometry and extent of the gold mineralisation in several areas.

Drilling below the Bombora open pit Resource continued to discover several new lodes and materially extend others at grades which are typically mined underground. There is now over 2km strike length of high-grade lodes below (outside) the Resource, and the potential for underground mining has been materially upgraded (Figures 1 and 2).

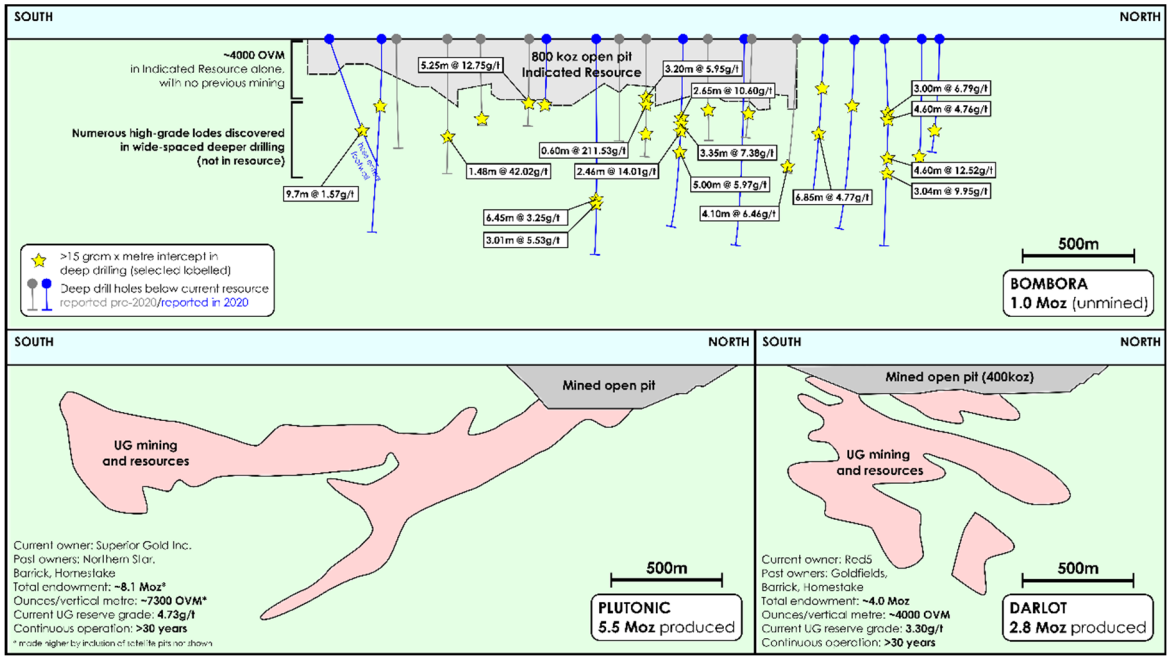


Figure 1: Same scale comparison of Bombora, Plutonic and Darlot gold deposits (see Appendix 2)

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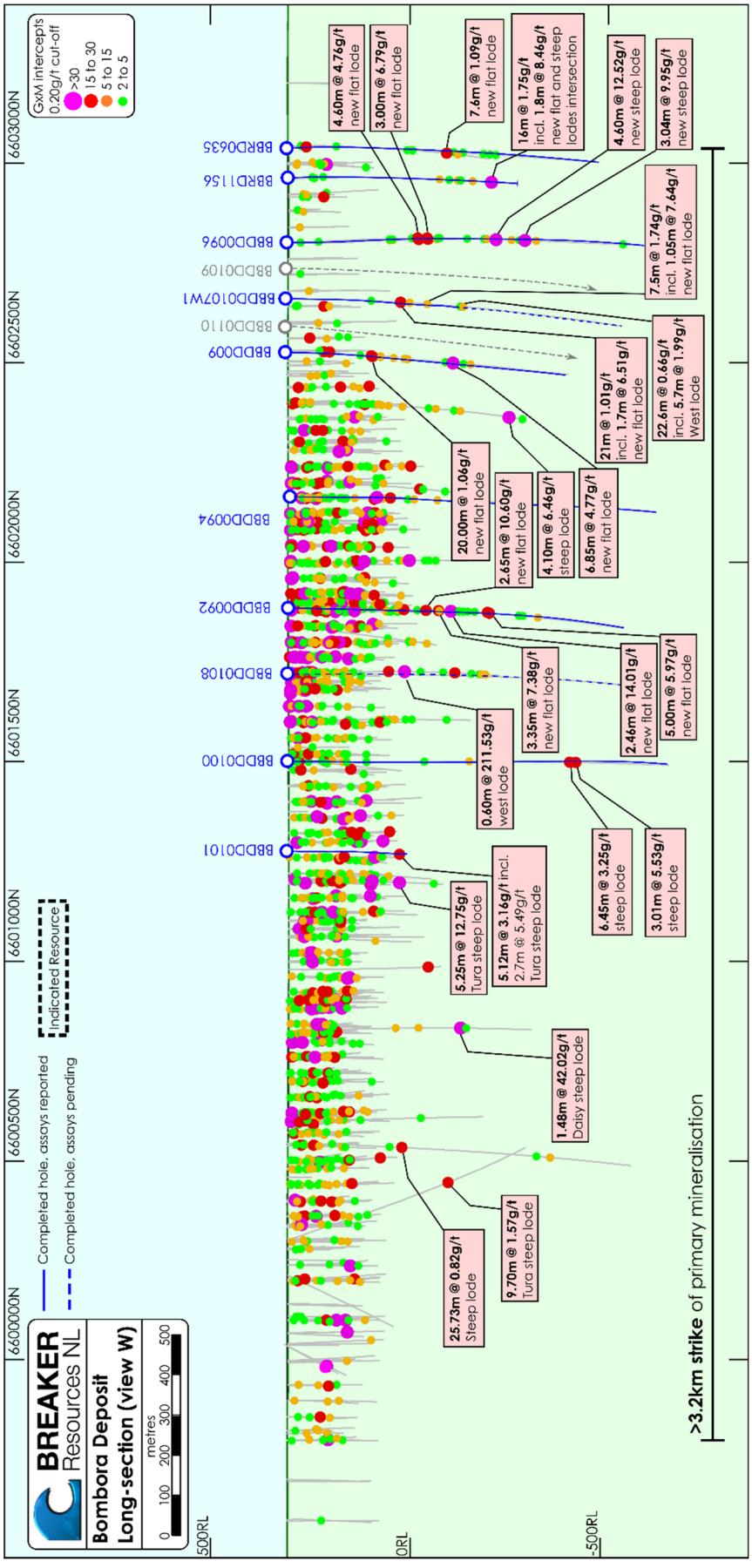


Figure 2: Bombora Deposit: Long-section looking west showing selected new and previous drill intersections (all intersections by down-hole length)

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Drilling at Kopai-Crescent, 2km north of Bombora indicates a 1.8km x 500m deposit with untested growth potential to the south along the Claypan Shear Zone (Figures 3 and 5).

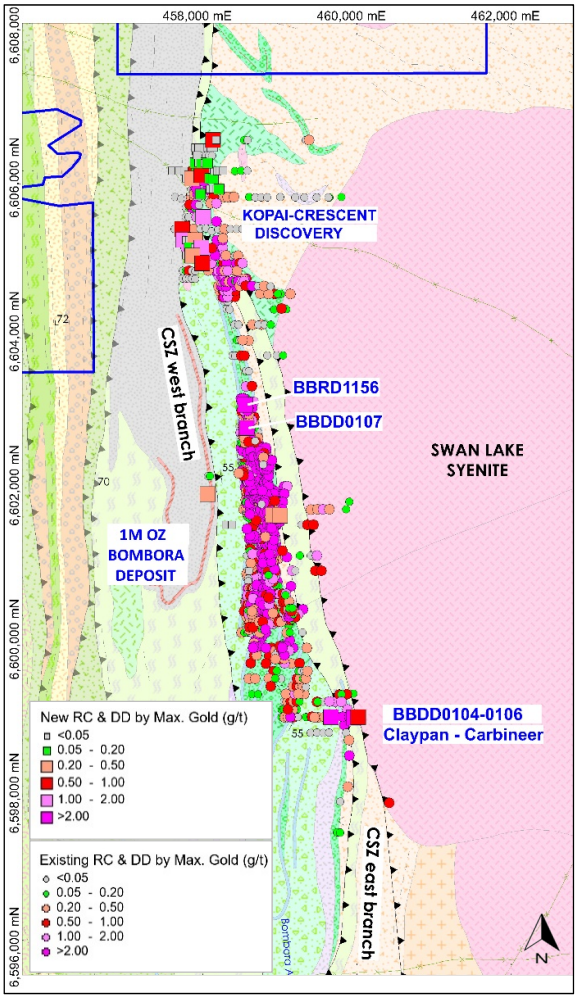


Figure 3A: Lake Roe Global RC & Diamond Drilling (maximum gold)

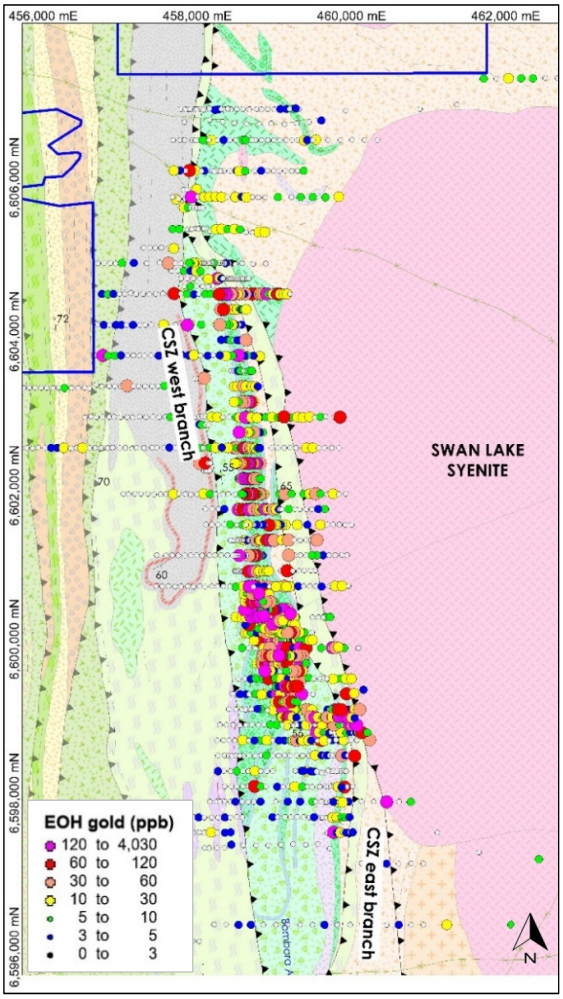


Figure 3B: Lake Roe Global Aircore Drilling (end-of-hole gold)

The Company is planning to expand its manning to facilitate a scaling up of activities to test many recently identified targets without affecting any planned resource drilling. The opening up of Western Australia's state borders is keenly anticipated and is expected to loosen the current tight labour market in the mining sector.

New drill targets, which the Company is very excited about, include the 12km-long Carbineer Prospect along the margin of the Swan Lake Syenite (Figure 2), the west branch of the Claypan Shear Zone extending south of the recent Kopai-Crescent drilling (Figures 3 and 5), and the 30km-long gold potential indicated by aircore drilling that extends well outside the 9km extent of gold mineralisation outlined by reverse circulation (**RC**) and diamond drilling to date (Figure 4).

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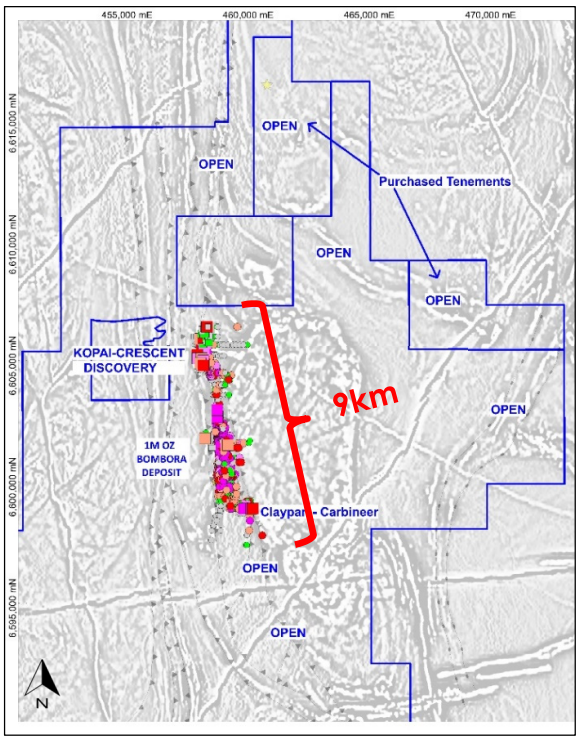


Figure 4A: Lake Roe RC & Diamond Drilling (maximum gold)

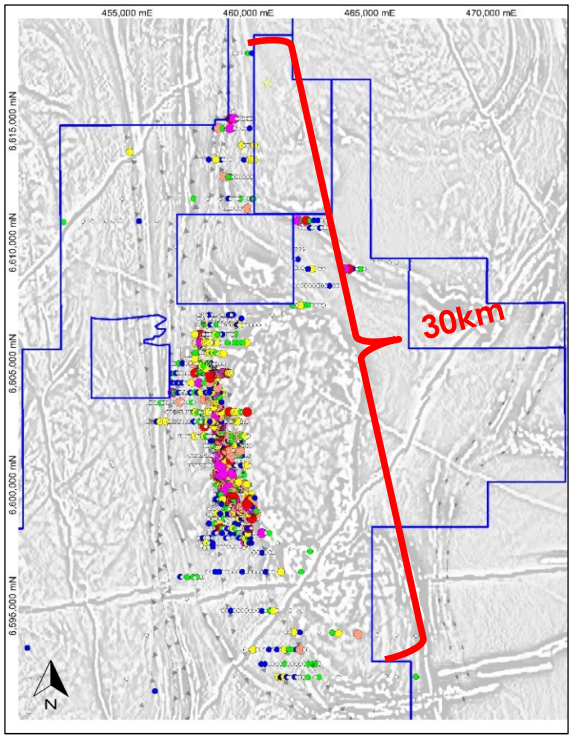


Figure 4B: Lake Roe Aircore Drilling (end-of-hole gold)

ASX Release Summary (September 2020 Quarter)

The following is a summary of ASX Releases spanning the September 2020 quarter in reverse chronology.

ASX Release 30 October 2020 (Post Quarter)

Strong drill results outside 1Moz open pit Resource# at Lake Roe

Latest results will form part of planned Resource update, including maiden Resource at Kopai

- More strong drilling results in three areas at the Lake Roe Gold Project, 100km east of Kalgoorlie in WA, point to further growth in the 1Moz Resource#

- Bombora: Two diamond holes below the northern part of the open pit Resource returned multiple intersections, including:
  - BBDD0107 14.6m @ 1.35g/t Au including 4m @ 3.74g/t from 336m;
    8.8m @ 1.36g/t Au including 3.8m @ 2.39g/t from 366m;
    6.15m @ 2.00g/t Au including 2m @ 5.08g/t from 418.9m; and
    5.7m @ 1.99g/t Au from 527.9m (first half of drill hole only)
  - BBRD1156 10.75m @ 1.02g/t Au including 2m @ 2.47g/t from 455.25m;
    2.65m @ 2.17g/t Au including 0.65m @ 7.89g/t from 509m; and
    16.0m @ 1.75g/t Au including 1.8m @ 8.46g/t from 611m

- Kopai-Crescent Discovery: Reconnaissance drilling to determine the areal extent of mineralisation indicates a 1.8km x 500m deposit that is open to the south along the west branch of the Claypan Shear Zone (Figures 3 and 5)

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- Claypan-Carbineer Prospect: Three diamond drill holes confirm a 200m-wide flat lode, enhancing the discovery potential along the 12km-long contact of the Swan Lake Syenite (Figure 6); highlights include
  - BBDD0104 3.6m @ 2.04g/t Au including 2.6m @ 2.60g/t and 0.73m @ 5.16g/t
  - BBDD0105 9.2m @ 1.56g/t Au including 1.54m @ 3.56g/t

- Two diamond drill rigs and one reverse circulation rig are running continuously with plans to ramp this up once additional manning is in place

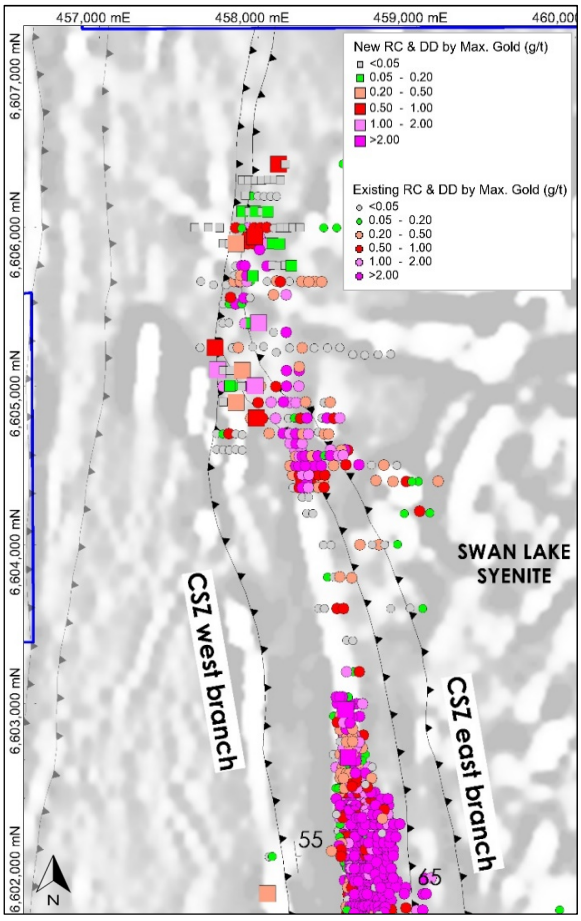


Figure 5A: Kopai-Crescent RC & Diamond Drilling (maximum gold)

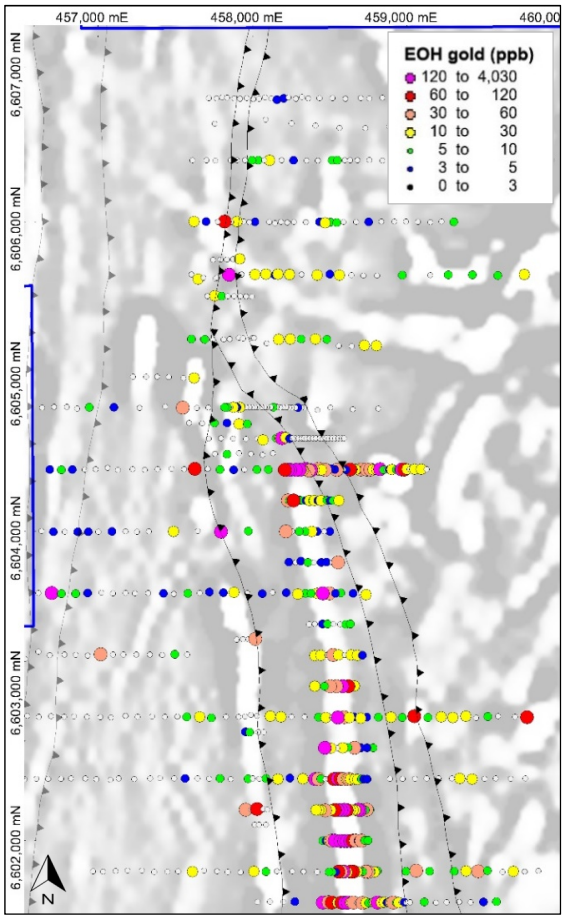


Figure 5B: Kopai-Crescent Aircore Drilling (end-of-hole gold)

ASX Release 22 September 2020

More strong results point to further growth in 1Moz Resource# at Bombora Mineralisation intersected in several areas to the east and below the existing Resource

Carbineer/Quarries

- Gold mineralisation intersected in several areas in the hangingwall of Bombora gold deposit, enhancing the open pit potential to the east at the Lake Roe Project

- Preliminary results include:
  - 6m @ 10.22g/t Au to end-of-hole in BBRC1584; and
  - 4m @ 2.64g/t Au in BBRC1515

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- The reconnaissance drilling results upgrade the potential along the west-dipping Quarries structure over a 1.5km distance from the Bombora South Prospect (BBDD0103) into the Carbineer Prospect (Figure 6). This has not been adequately tested by previous west-orientated drilling

The drilling at Carbineer/Quarries targeted a north-northeast trending, west-dipping mineralised structure with a known strike length of at least 1.5km, and which extends from the Bombora South Prospect (BBDD0103) into the Carbineer Prospect (BBRC1575), situated to the east of the eastern branch of Claypan Shear (Figure 6). The drilling comprised twelve RC holes for 1,617m, one RC pre-collared diamond hole for 184m, and one diamond drill hole for 222m.

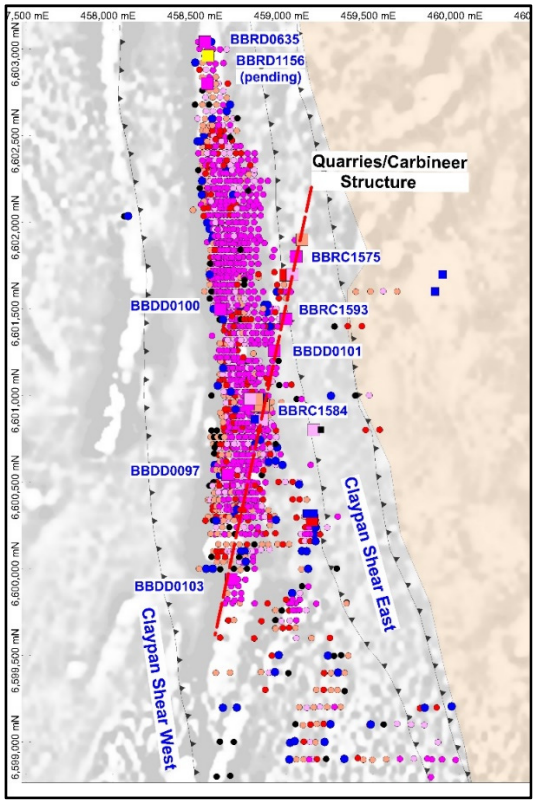


Figure 6: RC and Diamond Drilling Colour-coded by Maximum Gold

Bombora Deeps

Depth potential upgraded in several areas:

- Two sub-parallel steep lodes intersected 730m below surface in central part of deposit; Intercepts of 3.01m @ 5.53g/t Au and 2.29m @ 4.78g/t Au

- Tura lode intercept of 5.12m @ 3.16g/t Au (incl. 2.7m @ 5.49g/t Au) in BBDD0101, 60m down-dip of previous intersection of 9.25m @ 9.35g/t Au

- Latest results increased the strike length of high-grade gold lodes below the open pit Resource to 2,200m

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The Bombora Deeps drilling comprised four diamond drill holes for 2,726m, and one RC pre-collared diamond hole for 955m (BBDD0097; BBDD0100-101; BBRD0635 and the BBDD0096W2 from 865m to 1,126m).

The latest results from Bombora Deeps have increased the strike length of high-grade gold lodes below the open pit Resource to approximately 2,200m.

ASX Release 25 August 2020

Strong results confirm extensive mineralisation over 2km zone along strike from 1Moz# Bombora deposit

Latest results support Breaker's view of an emerging greenfields gold district just 100km from Kalgoorlie

- New drilling results identify extensive mineralisation between the Kopai and Crescent Prospects 3km north of the 1Moz open pit Resource# at Bombora within the Company's Lake Roe Gold Project.
- All but six of the 42 reconnaissance drill holes intersected significant gold mineralisation.
- Extensive follow-up drilling planned on nominal 100m x 40m drill hole spacing to map out extent of mineralisation, with selective infill drilling where needed to clarify the mineralisation controls. This drilling is anticipated to provide the basis for an Inferred Resource.
- The results provide more evidence of the growth potential of Lake Roe, and upgrade the potential of the Claypan Shear Zone over extensive distances along strike.

Results were from 40 reconnaissance RC drill holes for 5,202m (BBRC1528-1567), and two diamond drill holes for 269m (BBDD0098-0099).

All but six of the 42 reconnaissance drill holes intersected significant gold mineralisation, confirming the potential for a sizeable discovery in the early stages of delineation. More significant results from the drilling are shown in Figure 7.

The mineralised zone extends for approximately 2km of strike, and remains open in all directions and sparsely drilled. Transported lake sediment over the zone is typically 5m thick.

The mineralisation is hosted by high-iron mafic host rocks (dolerite and basalt), and occurs mainly in gently east-dipping and lesser, moderate west-dipping mineralised faults accompanied by quartz veining and silica-albite-biotite-carbonate-pyrite alteration. The extent of west-dipping mineralisation is still unclear but there are preliminary indications that higher grade shoots may be associated with the intersection of the flat- and west-dipping mineralised faults.

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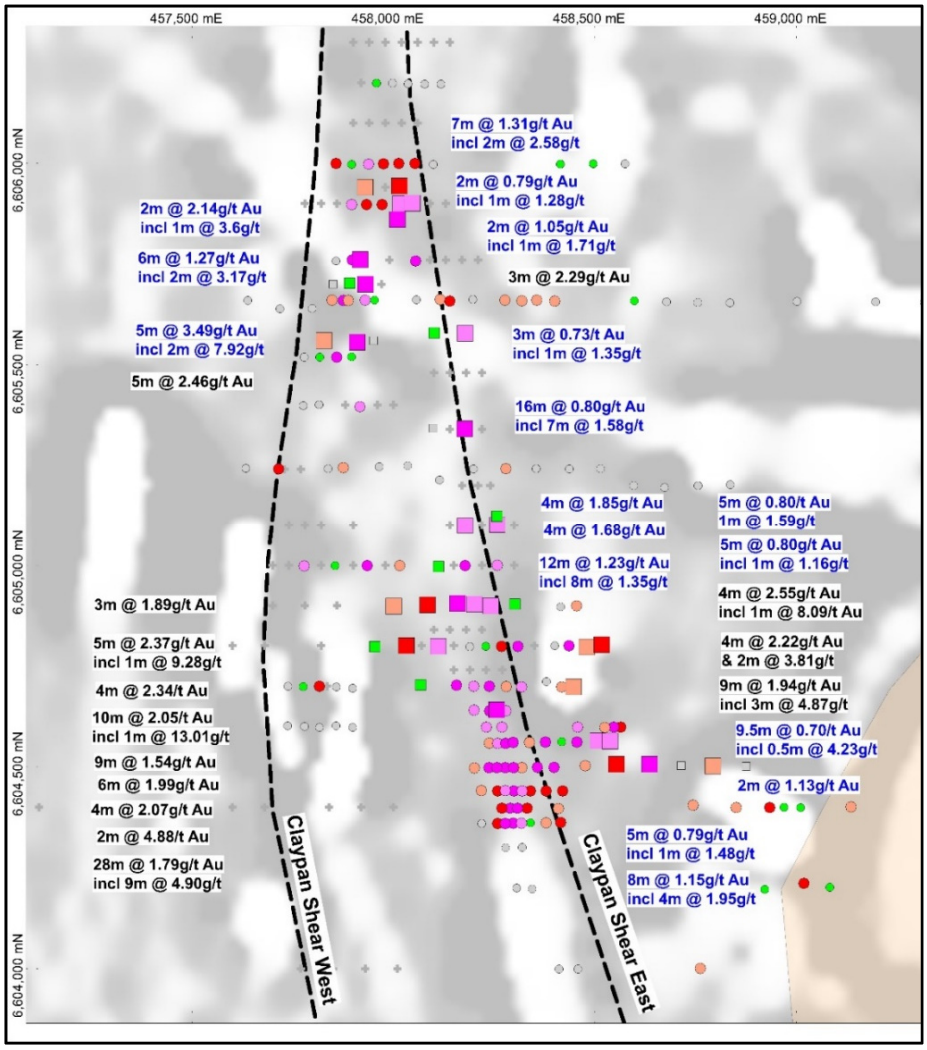


Figure 7: Kopai and Crescent Prospect Drill Hole Location Plan

Ularring Rock Project September 2020 Quarter Exploration Activities

The Ularring Rock project is located 100km east of Perth.

The September 2020 quarter activities were focused on data review and an independent review of the geochemical data and proposed drill targets. The Company plans to undertake limited drilling to gauge the discovery potential at a number of gold-copper, tungsten and platinum group element (**PGE**)-nickel targets identified by a recent review of historical exploration data.

The 310km^2 project covers the Centre Forest and Southern Brook gold-copper prospects situated on a 7km long, NNW-trending zone of Au-in-soil anomalism (with coincident Cu-W-Mo-As) that overlies biotite-garnet gneisses with disseminated and quartz vein-hosted chalcopyrite-pyrrhotite mineralisation. Centre Forest and Southern Brook have attracted most of the past exploration activity however both prospects have only had a limited amount of drilling.

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At Centre Forest, historical drill intersections of 61m at 0.81g/t Au (from surface) and 25m at 0.46g/t Au (~180m vertical depth) indicate down-dip continuity of mineralisation. Near-surface elevated Au-Cu grades (6m at 2.16g/t Au & 4m at 0.58% Cu) are from a supergene-enriched zone.

Historical exploration has also identified a 15km x 10km ground water tungsten anomaly, identified from water bore sampling which has not been drill-tested. Given the close association of tungsten with Au-Cu-Mo this is a high priority area for further investigations.

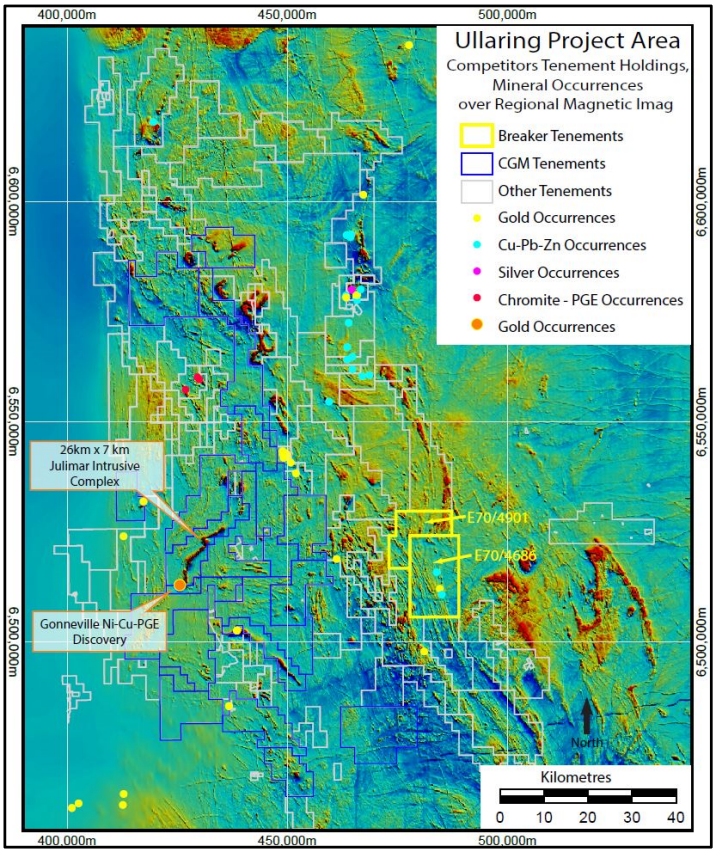


Figure 8: Ularring Project Location Plan

A review of historical activity also indicates prospectivity for Ni-Cu-PGE mineralisation. A strong auger PGE (Pt + Pd to 100ppb) geochemical anomaly with coincident copper and weak nickel was previously identified in the hanging wall of the stratigraphic package hosting the Centre Forest Prospect.

CORPORATE

On 20 July 2020 the Company announced a ~$23million capital raising comprising a two tranche placement to institutional and sophisticated investors, a placement to existing major shareholder Electrum Strategic Opportunities Fund II LP and a share purchase plan. The capital raising resulted in the issue of 94,520,853 shares, at a price of $0.24, and was completed on 24 September 2020.

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Other equity movements during the period incorporated several issues of unlisted options to employees. As at the date of this report, the Company's capital structure comprises:

- 325,840,929 fully paid ordinary shares (ASX: BRB); and
- 12,950,000 unlisted options at various exercise prices and expiry dates.

The 2020 Annual Report and 2020 Corporate Governance Statement were released on 13 August 2020 and the Company's annual general meeting was held on 17 September 2020.

The Company participated in the Precious Metals Virtual Summit (Beaver Creek) and Gold Forum Americas/Explorer and Developer Forum 2020 (Denver) during the period.

Financial Commentary

The Quarterly Cashflow Report (Appendix 5B) for the period ending 30 September 2020 provides an overview of the Company's financial activities.

Exploration expenditure for the reporting period was $3.78million, including $39,724 on environmental studies associated with the development of the Lake Roe Gold Project. Corporate and other expenditure amounted to $221,000. The total amount paid to directors of the entity and their associates in the period (item 6.1 of the Appendix 5B) was $118,000 and includes salary, directors' fees, consulting fees and superannuation.

Authorised by the Board of Directors



Tom Sanders
Executive Chairman
Breaker Resources NL **30 October 2020**

COMPETENT PERSONS STATEMENT

The information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Tom Sanders and Alastair Barker, Competent Persons, who are Members of the Australasian Institute of Mining and Metallurgy. Mr Sanders and Mr Barker are executives of Breaker Resources NL and their services have been engaged by Breaker on an 80% of full time basis; they are also shareholders in the Company. Mr Sanders and Mr Barker have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Sanders and Mr Barker consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

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#The information in this report that relates to the Mineral Resource is based on information announced to the ASX on 2 September 2019. Breaker confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcement, and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

		Tonnes	Grade	Ounces
Indicated	oxide	141,000	1.3	6,000
	transitional	1,842,000	1.4	83,000
	fresh	16,373,000	1.4	714,000
	Total	**18,356,000**	**1.4**	**803,000**
Inferred	oxide	214,000	1.0	7,000
	transitional	922,000	0.9	27,000
	fresh	3,717,000	1.2	144,000
	Total	**4,853,000**	**1.1**	**178,000**
	Grand Total	**23,210,000**	**1.3**	**981,000**

Notes:

- *Reported at 0.5 g/t Au cut-off*
- *All figures rounded to reflect the appropriate level of confidence (apparent differences may occur due to rounding)*

APPENDIX 1: Tenement Schedule

In line with obligations under ASX Listing Rule 5.3.3, Breaker provides the following information relating to its mining tenement holdings as at 30 September 2020.

Project	Tenement Number	Status at 30/09/20	% Held/ Earning	*Changes during the Quarter*
Lake Roe	E28/2515	Granted	100	
	E28/2522	Granted	100	
	E28/2551	Granted	100	
	E28/2555	Granted	100	
	E28/2556	Granted	100	
	E28/2559	Granted	100	
	E28/2920	Granted	100	
	M28/388	Granted	100	
	E28/2748	Granted	100	*Acquired during the period*
	E28/2817	Granted	100	*Acquired during the period*
	E28/3051	Application	100	*Application submitted 08/09/2020*
Ularring Rock	E70/4686	Granted	100	
	E70/4901	Granted	100	

No tenements are subject to any farm-in or farm-out agreements.

APPENDIX 2: Data Sources (Figure 1)

Plutonic

- Long-section: "Corporate Presentation – June 2020" TSX-V release 10/06/2020
- Past production: "Corporate Presentation – June 2020" TSX-V release 10/06/2020
- Current resources: "Corporate Presentation – June 2020" TSX-V release 10/06/2020
- Total system endowment: From past production + current resources
- Mine and resource depth: From long-section
- System OVM: "Total system endowment"/"Mine and resource depth"
- Current UG reserve grade: "Corporate Presentation – June 2020" TSX-V release 10/06/2020
- Open pit production: Unclear

Darlot

- Long-section: "Gold Fields Australia Site Visit: Darlot Gold Mine" PDF presentation available from http://www.overendstudio.co.za/websites/gold_fields_2012/pdf/presentations/2014/14072014_andrew_bywater.pdf
- Past production: "Resource and Reserve growth at Darlot Gold Mine" ASX release 10/02/2020
- Current resources: "Resource and Reserve growth at Darlot Gold Mine" ASX release 10/02/2020
- Total system endowment: From past production + current resources
- Mine and resource depth: From long-section
- System OVM: "Total system endowment"/"Mine and resource depth"
- Current UG reserve grade: "Resource and Reserve growth at Darlot Gold Mine" ASX release 10/02/2020
- Open pit production: Krcmarov, R., Beardsmore, T.J., King, J., Kellett, R. and Hay, R., 2000. Geology, regolith, mineralisation and mining of the Darlot-Centenary gold deposit, Yandal belt: in Phillips, GN, and Anand, RR. Yandal greenstone belt: Aust. Inst. of Geoscientists Bulletin, 32, pp.351-373.

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