



Appointment of New Managing Director

Breakaway Resources Limited (**ASX: BRW**) is pleased to report that experienced mining executive Mr. Victor Rajasooriar has been appointed as the Company’s Managing Director commencing 2 July 2012.

Mr. Rajasooriar is a Mining Engineer with over 17 years experience in underground and open pit mining operations. He has extensive experience in gold and base metals with that experience gained in Australia and overseas. Most recently, Mr. Rajasooriar was the Executive Director – Operations of Bass Metals Ltd, being responsible for the ongoing development of Bass Metal’s Hellyer Mine Project, in Western Tasmania.

Prior to joining Bass Metals Ltd, he was the Mining Operations Manager for Goldfields Australasia Ltd overseeing the Agnew Gold Operations, and prior to that has held Senior Management roles with Grange Resources Ltd (in Tasmania), Newmont Mining Ltd (in Australia and Canada) and Mt. Isa Mines (in Queensland). Mr. Rajasooriar has had extensive experience in operations and technical management, liaising with mine geological and exploration teams, feasibility studies, mine construction, mergers and acquisition studies and continuous improvement.

Mr. Rajasooriar graduated as a mining engineer from the Western Australian School of Mines (WASM), Curtin University of Technology in 1996. He holds a West Australian First Class Mine Managers Certificate, and is a member of the Australian Institute of Mining and Metallurgy.

“On behalf of the Board and shareholders, I would like to welcome Victor to the Company,” said Breakaway’s Chairman, John Atkins. “We are very pleased to have attracted such a strong candidate to continue the implementation of our focused exploration activities and to assess the commercial potential of our exciting Sandy Creek copper – gold prospect and Altia silver deposit in North Queensland”.

A summary of Mr. Rajasooriar’s remuneration package is broadly as follows:

Fixed Remuneration – Cash base salary of \$275,000 per annum, inclusive of compulsory superannuation. The fixed remuneration is to be reviewed annually;

Short Term Incentive – The payment of any short term incentive is at the discretion of the Board;

Long Term Incentive – Subject to shareholder approval, 5 million unlisted options are proposed for issue under the Employee Option Scheme with the following terms:

Number	Exercise Price	Vesting Date*	Expiry Date
2,500,000	1.43 times the closing share price on the commencement date	12 months from commencement date	36 months from commencement date
2,500,000	10 cents	24 months from commencement date	36 months from commencement date

* vesting may be accelerated in the event of a control transaction

Termination Provisions - For termination of employment by either party, 3 months' notice is required. If the Company should seek to materially downgrade the Managing Director's employment conditions then the Managing Director may elect to terminate his employment and will in that event be entitled to a severance payment equal to 6 months base salary.

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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 Mineral District of North West Queensland which is host to a number of world-class mineral deposits.

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