

ASX ANNOUNCEMENT

2 December 2019



Jaurdi Gold Mine Officially Opened



Figure 1 – Jaurdi Gold Project Mining of Panel 1 – 29 November 2019

Beacon Minerals Limited (ASX: BCN) is pleased to advise that the Jaurdi Gold mine was officially opened by the Minister of Mines and Petroleum; Energy; Industrial Relations the Hon. Bill Johnston MLA on Friday 29th November 2019.

The opening of the Jaurdi Gold Mine is a key milestone achieved by the Company as it moves to a gold production Company, the first full quarter of production will end on 31st December 2019.

Mining activities onsite recommenced in September 2019 and have been ramped up. It is expected that the increase in mining activities will remain until March 2020 to complete the mining of Panel 1 and the establishment of a new tailings dam.

BEACON MINERALS LIMITED ACN 119 611 559

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Figure 2 – Jaurdi Gold Project Official Mine Open Ceremony 29 November 2019, Beacon’s Chairman Geoffrey Greenhill and the Minister of Mines and Petroleum; Energy; Industrial Relations the Hon. Bill Johnston MLA

Exploration Drilling

Regional exploration on the tenements located to the east of the current mining area is well underway, the Company expects results from this campaign in the next two weeks.

The western drilling is part of a medium-term planning for the realignment of the main Jaurdi- Coolgardie road to enable Panel 4 of the Jaurdi Lost Dog deposit to be mined at the appropriate time.

Drilling at the Stockdale Prospect commenced on 28 November 2019, for more information on the Stockdale Prospect please see ASX release dated 19 July 2019.

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Figure 3: Drilling at Stockdale Prospect on 1 December 2019

Beacon continues to review opportunities to extend the mine life at Jaurdi and will continue to keep the market informed of any developments.

Managing Director Graham McGarry commented:

“The official opening of the Jaurdi Gold Mine is recognition of the effort of the Beacon team. We thank all of our team for what has been achieved at Jaurdi and look forward to building on that success.

“Beacon continues to review its operations and we are actively making changes to reduce the operational costs. To this end, Beacon has purchased a Findlay 893 screen and a Cat 50 Tonne excavator to limit hire charges and lower operating costs.”

About Beacon Minerals Limited (ASX:BCN)

Beacon Minerals Limited is an ASX Listed Company with its current focus being the Company’s 100% owned Jaurdi Gold Project and is transitioning to a gold producing Company.

The Company has commissioned its 500,000 tpa gold processing facility at the Jaurdi Gold and is now in its first full quarter of production.

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The Jaurdi Gold Project PFS results outline a forecast life of Mine (LoM) surplus operating cashflow of \$98.4 million at a gold price of \$1,650 per ounce versus today's gold price in excess of AU\$2,200/oz (refer to PFS announcement dated 29 August 2018).

Beacon confirms that it is not aware of any new information or data that materially affects the information included in its PFS announcement dated 29 August 2018. All material assumptions and technical parameters underpinning the estimates used in the PFS announcement continue to apply and have not materially changed.

For more information contact:

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Competent Person Statement

The information in this report that relates to the Ore Reserves is based on information compiled by Mr Gary McCrae, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. The estimated ore reserves and/or mineral resources underpinning the production target have been prepared by Mr McCrae in accordance with the requirements in Appendix 5A (JORC Code). Mr McCrae is a full-time employee of Minecomp Pty Ltd. Mr McCrae has 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 McCrae consents to the inclusion in the report of the matters based on his information in the form and context in which is appears.

This ASX announcement contains information extracted from the following reports which are available on the Company's website at:

- 29 August 2018 Pre-Feasibility Study (PFS) Results for the Jaurdi Gold Project

The Company confirms that it is not aware of any new information or data that materially affects the production targets included in any original market announcements referred to in this report and that no material change in the results has occurred. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements. All material assumptions and technical parameters underpinning this estimate continue to apply and have not materially changed.

Disclaimer

This ASX announcement (Announcement) has been prepared by Beacon Minerals Limited ("Beacon" or "the Company"). It should not be considered as an offer or invitation to subscribe for or purchase any securities in the

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Company or as an inducement to make an offer or invitation with respect to those securities. No agreement to subscribe for securities in the Company will be entered into on the basis of this Announcement.

This Announcement contains summary information about Beacon, its subsidiaries and their activities which is current as at the date of this Announcement. The information in this Announcement is of a general nature and does not purport to be complete nor does it contain all the information which a prospective investor may require in evaluating a possible investment in Beacon.

By its very nature exploration for minerals is a high risk business and is not suitable for certain investors. Beacon's securities are speculative. Potential investors should consult their stockbroker or financial advisor. There are a number of risks, both specific to Beacon and of a general nature which may affect the future operating and financial performance of Beacon and the value of an investment in Beacon including but not limited to economic conditions, stock market fluctuations, gold price movements, regional infrastructure constraints, timing of approvals from relevant authorities, regulatory risks, operational risks and reliance on key personnel.

Certain statements contained in this announcement, including information as to the future financial or operating performance of Beacon and its projects, are forward-looking statements that:

- may include, among other things, statements regarding targets, estimates and assumptions in respect of mineral reserves and mineral resources and anticipated grades and recovery rates, production and prices, recovery costs and results, capital expenditures, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions;
- are necessarily based upon a number of estimates and assumptions that, while considered reasonable by Beacon, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies; and,
- involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.

Beacon disclaims any intent or obligation to update publicly any forward-looking statements, whether as a result of new information, future events or results or otherwise. The words 'believe', 'expect', 'anticipate', 'indicate', 'contemplate', 'target', 'plan', 'intends', 'continue', 'budget', 'estimate', 'may', 'will', 'schedule' and similar expressions identify forward-looking statements.

All forward looking statements made in this announcement are qualified by the foregoing cautionary statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and accordingly investors are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

No verification: Although all reasonable care has been undertaken to ensure that the facts and opinions given in this Announcement are accurate, the information provided in this Announcement has not been independently verified.