



ASX ANNOUNCEMENT
ASX Code: BDR

18 November 2009

ILUKA RESOURCES MINERAL SANDS
FARM IN AGREEMENT NULLABOR PROJECT

Beadell Resources Limited ("**Beadell**") is pleased to announce that a Farm in Agreement has been entered into with Iluka Resources Ltd ("**Iluka**") on the Company's 100% owned Nullabor project in Western Australia (Figure 1).

The Nullabor project covers an area of 300 km² in a single exploration licence application (EL69/2671) and is located on the northern edge of the Eucla Basin approximately 500 km ENE of Kalgoorlie. The project is highly prospective for mineral sands and is also considered to be prospective for Tropicana style gold mineralisation and remains unexplored for any commodity. Beadell retains all mineral rights excluding mineral sands within the project.

Key Terms of the Agreement

The following key terms form the basis of the Farm in Agreement:

1. Iluka spend \$200,000 within the first two years of grant of the tenement to earn 70% equity in E69/2671.
2. Upon Iluka earning its 70% equity it can elect to earn an additional 20% by the additional expenditure of \$400,000.
3. Upon Iluka earning its 90% equity, Beadell is free carried without further dilution until completion of a feasibility study which recommends commencement of Mining Operations.
4. Upon Iluka completing this feasibility study, Beadell can elect to either contribute all pro-rata ongoing costs or sell its 10% equity to Iluka for a negotiated price.
5. The Joint Venture is managed by Iluka and is for minerals sands only with Beadell retaining 100% of all other minerals rights.

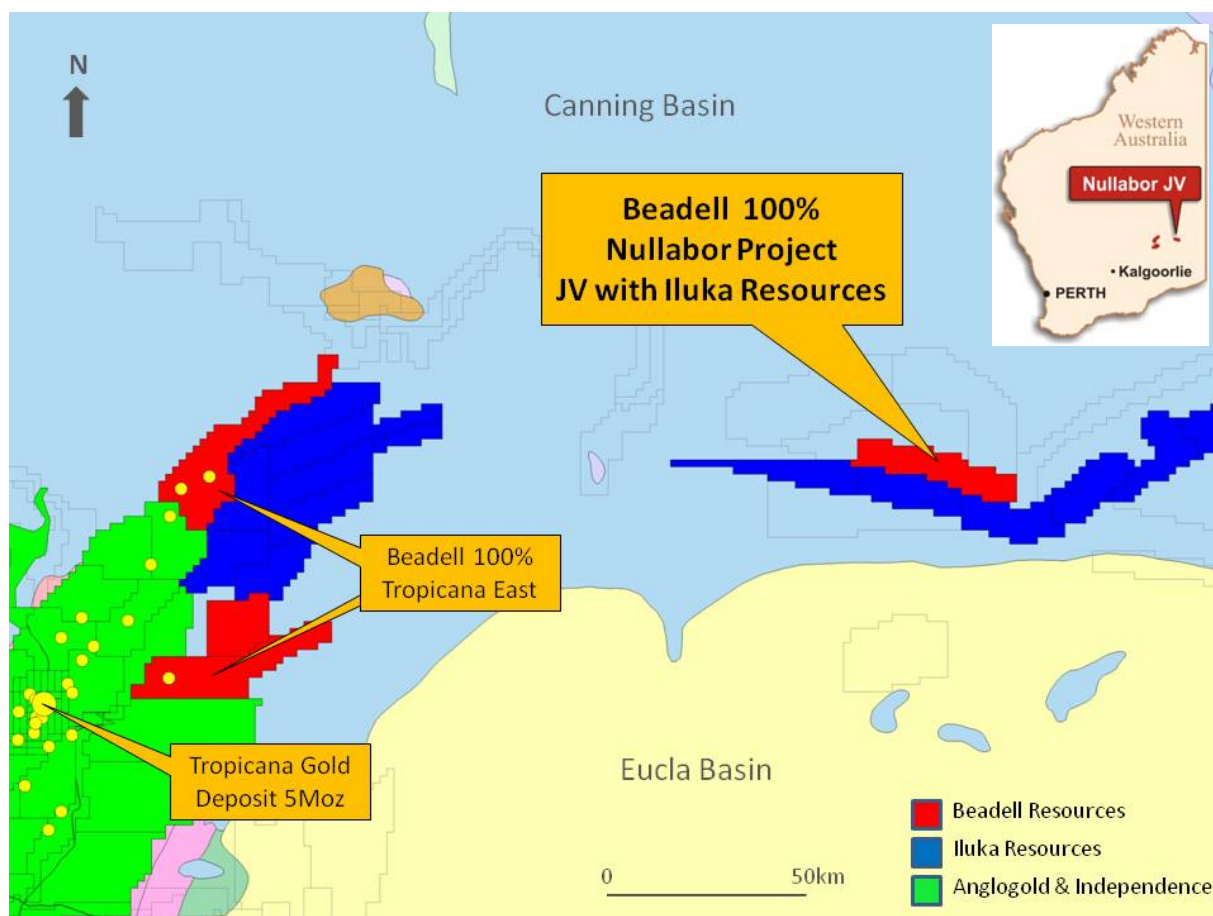


Figure 1. Location plan of the Nullabor project Joint Venture with Iluka Resources Ltd

Beadell looks forward to developing a strong and successful relationship with Iluka Resources Ltd at the Nullabor project within the Eucla Basin.

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Competency Statement

The information in this report relating to Exploration Results and Mineral Resources is based on information compiled by Mr Robert Watkins who is a member of the Australian Institute of Mining and Metallurgy and has sufficient exploration experience which is relevant to the various styles of mineralisation under consideration to qualify as a Competent Person as defined in the 2004 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Watkins is a full time employee of Beadell Resources Ltd. Mr Watkins consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.