

ASX ANNOUNCEMENT

12 October 2020

JAUARDI GOLD PROJECT SEPTEMBER PRODUCTION UPDATE

- **2,790 ounces of gold produced in September 2020**
- **40,836 dry tonnes were milled in September 2020**
- **Gold sales for the month of September were 3,002 ounces at an average sale price of \$2,621/oz for sale receipts of \$7.87 million (1,000 oz delivered into the hedge book at 2,531/oz)**
- **Beacon had cash of \$24.30 million and 1,082 ozs of gold on hand as at 30 September 2020**
- **Debt \$18.0 million** (in the form of debentures) to be repaid today one year ahead of the repayment due date. On repayment of the debentures the Company will be debt free

JAUARDI GOLD PROJECT

Beacon Minerals Limited (ASX: BCN) is pleased to provide an update of activities at the 100% owned Jaurdi Gold Project.

The Jaurdi Gold Project produced 2,790 oz of gold during the month of September 2020.

The Company exceeded its production target from Jaurdi for the September 2020 quarter of 6,400 to 6,800 oz's, with 7,453 ozs produced during the quarter, approximately 10% above the high-end guidance.

The Company expects production from Jaurdi for the December 2020 quarter to be 6,600 to 7,000 oz's.



Figure 1: 8 October 2020 – Jaurdi Gold Project Water Bore Drilling

Production Update

Production figures for last three months.

Month Ended	Gold Production Ounces (oz)
30 September 2020	2,790
31 August 2020	2,362
31 July 2020	2,301

The following ore and waste volumes were moved over the last three months:

Month Ended	BCM's
30 September 2020	127,955
31 August 2020	128,985,
31 July 2020	108,347

Mined Ore Stocks

At 30 September 2020 ore stockpiles were surveyed at 480,000 LCM containing approximately 26,000 ounces of gold.

Production data for September 2020 operations at Jaurdi are tabulated below.

Operation	Unit	September 2020
Ore Mined	BCM	63,528
Waste Mined	BCM	64,427
Ore milled	DMT	40,836
Head grade	gpt	2.36
Tails grade	gpt	0.24
Recovered grade	gpt	2.12
Gold Produced	oz	2,790

Gold Sales

Sales	Unit	September 2020
Gold Sold	oz	3,002
Average Gold Sales Price	A\$/oz	\$2,621

Forward Contract

Beacon advises that gold will continue to be delivered into the hedge book as per the hedge schedule in Table 1:

Table 1: Hedging as at 30 September 2020

Month	Quantity oz	Price A\$/oz
October 2020	1,000	2,528
November 2020	1,000	2,525
Total	2,000	2,526

The forward contracts are providing a secure cash margin on a portion of Beacon's 2020 gold production. The Company is not contemplating any new forward contracts at this time.

COVID-19

There have been no COVID-19 related issues.

The Company continues to maintain a local isolation residence in Coolgardie for any potential COVID-19 related issues arising at the Jaurdi mine site.

Debentures

In October 2018 the Company issued \$18.0 million in debentures. Under the terms of the debentures the Company may at any time after 24 months from the date of issue repay some or all of the principal sum outstanding.

The Company is pleased to advise that it will today finalise the repayment of the \$18.0m debentures, one year ahead of the repayment due date.

After today's repayment the Company will have no debentures on issue and will be debt free.

Exploration Update

The Company advises that a total of 102 holes and 3,782 metres of exploration drilling has been completed. The table below provides further details on the exploration drilling.

LOCATION	TENEMENT	RIG	HOLES	METRES
Golden Cat	M16/34	AC	16	920
Lynx Cat	M16/34 & 115	AC	39	1,898
Alley Cat	M16/34	AC	47	964

Assay results from these exploration campaigns are pending. These assay results are delayed due to the increase in exploration activity in the gold sector and the Company expects to release the results at the end of October.

Corporate Structure

Ordinary Shares on issue	2,864,310,743
Listed Options on issue	906,805,520
Unlisted Options on issue*	50,000,000
Market capitalisation	\$108.84 million (\$0.038 share price)
Cash on hand (30 September)	\$24.30 million
Bullion on hand (30 September)	1,082 ozs
Debt (30 September)	\$18.0 million

* Various exercise prices and dates

Authorised for release by the Board of Beacon Minerals Limited.

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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.

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