

ASX ANNOUNCEMENT

2 December 2022

BEACON TO ACQUIRE GEKO TENEMENTS

Beacon Minerals Limited (ASX: **BCN**) ("**Beacon**" or "**the Company**") is pleased to advise that the Company and Beacon Mining Pty Ltd ("**Beacon Mining**") have executed a binding tenement sale agreement with Geko Pit Pty Ltd (ACN 637 554 128) ("**Geko**") for Beacon Mining to acquire mining lease M15/621 and miscellaneous licence L15/355 (the **Tenements**) which are 100% owned by Geko ("**Acquisition**").

The acquisition of the Tenements from Geko is part of the Company's strategy of increasing the mine life at Jaurdi by acquiring projects that build mine Reserves and complement the current operations.

The Tenements are located 26 kms NW of the township of Coolgardie in the Eastern Goldfields of Western Australia, Geko is only 15 kms SSW of Beacon's Jaurdi Gold Processing Plant (Figure 1).

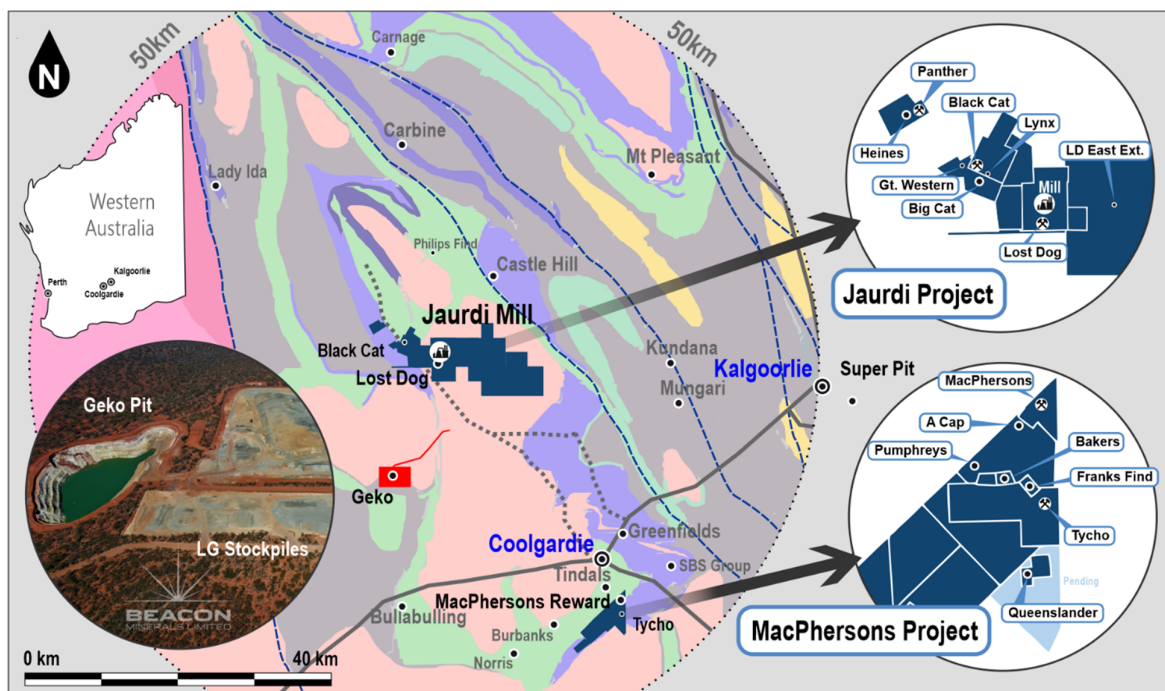


Figure 1: Location of the Jaurdi Gold Project and the Geko Tenements

Beacon intends to leverage its Jaurdi Processing Plant, mining infrastructure and operational team to realise the potential of the Geko Tenements.

Beacon has completed its internal reviews of the Geko mineralisation and will rebuild the resource model with a Mineral Resource Estimate expected to be issued in Q1 2023.

Key Terms and Conditions of the Geko Tenement Sale Agreement

The consideration payable by Beacon for the Acquisition is:

- A cash payment of \$7,750,000 (plus GST) at settlement of the Acquisition.
- \$3,000,000 (plus any applicable GST) royalty from production at a rate of 4% of the recovered gold value (Royalty) until a total of \$10,750,000 (plus GST) in consideration has been paid.

Beacon will also contribute a payment of \$50,000 (plus any applicable GST) at settlement for Bulletin Resources Limited to waive their interests to and rights in the Tenements, with evidence of this being provided to Geko at Settlement.

Settlement of the Acquisition ("**Settlement**") is subject to satisfaction (or waiver by Beacon) of the following conditions precedent by 22 December 2022:

- Geko providing:
 - all required permissions, in writing, for Beacon Mining to peg miscellaneous licences surrounding the Tenements for the purpose of road haulage and pipeline access tracks; and
 - consent in writing for Beacon Mining to obtain access to and conduct mining operations on the Tenements and any pegged miscellaneous licences;
- Geko transferring ownership of the existing ore stockpiles to Beacon Mining;
- The receipt of all third-party consents necessary to give effect to the transfer of the Tenements to Beacon Mining, including the consent of the Minister under the Mining Act (if required); and
- at Settlement, the Tenements being in good standing, full force and effect and free of encumbrances.

Settlement will take place three (3) business days after satisfaction of the last of the conditions precedent have been met.

Beacon will fund the costs of the Acquisition using its current cash reserves.

Beacon has also granted Geko an option under the tenement sale agreement to acquire the Tenements back for nil consideration during the option period commencing on 31 December 2026 and ending on 31 March 2027 (**Option Period**). If the option is not exercised during the Option Period, the Tenements will be retained by Beacon.

Authorised for release by the Board of Beacon Minerals Limited.

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Disclaimer

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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.