

ASX ANNOUNCEMENT

16 July 2020

JAUARDI GOLD PROJECT JUNE PRODUCTION UPDATE

- **1,825 ounces of gold produced in June 2020. A total 6,642 ounces of gold produced in the June 2020 quarter**
- **43,188 dry tonnes were milled in June 2020**
- **Gold sales for the quarter of 6,730 ounces at an average sale price of \$2,510/oz for sale receipts of \$16.86 million (3,000oz delivered into the hedge book at an average price of 2,325/oz)**
- **Beacon has cash of \$15.36 million and 1,501 ozs of gold on hand as at 30 June 2020**
- **Debt \$18.0 million** (in the form of debentures) with the earliest repayment date being October 2020

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 1,825 oz of gold during the month of June 2020. Production was lower in June 2020 due to high moisture content in the clay ores and a partial mill reline.

Beacon produced 6,642 ozs for the June 2020 quarter. The Company expects production from Jaurdi to be 6,600 +/- 200 ozs for the September 2020 quarter.

Further to the update on Panther on 13 July 2020, Beacon is now lodging the required documentation for the mining approvals from the Department of Mines and Petroleum to mine at Panther. The Company will process the ore from the Panther deposit at the Jaurdi processing plant. Ultimately the Panther pit will be utilised as a tailings dam once mining has been completed.



Figure 1: Jaurdi Gold Project – Additional Lime Silo

Production Update

Production figures for last three months.

Month Ended	Gold Production Ounces (oz)
30 June 2020	1,825
31 May 2020	2,246
30 April 2020	2,571

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

Month Ended	BCM's
30 June 2020	138,172
31 May 2020	141,480*
30 April 2020	138,114

*Restated due to survey error, previously reported 121,212 in the May 2020 Production Update.

Mined Ore Stocks

At 30 June 2020 ore stockpiles were surveyed at 373,000 LCM containing approximately 24,000 ounces of gold.

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

Operation	Unit	June 2020
Ore Mined	BCM	31,041
Waste Mined	BCM	107,131
Ore milled	DMT	43,188
Head grade	gpt	1.52
Tails grade	gpt	0.20
Recovered grade	gpt	1.32
Gold Produced	oz	1,825

Gold Sales

Sales	Unit	June 2020	Year to End of June 2020
Gold Sold	oz	2,204	17,509
Average Gold Sales Price	A\$/oz	\$2,486	\$2,356

Forward Contracts

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 June 2020

Month	Quantity oz	Price A\$/oz
July 2020	1,000	2,475
August 2020	1,000	2,475
September 2020	1,000	2,531
October 2020	1,000	2,528
November 2020	1,000	2,525
Total	5,000	2,507

The forward contracts are providing a secure cash margin on a portion of Beacon's 2020 gold production.

Debentures

In October 2018 the Company issued \$18.0 million in debentures. The debentures on issue can be repaid from October 2020 which will be one year earlier than the due date. Beacon is reviewing all options in relation to full or partial repayment of the debentures as it continues to review various development scenarios.

Panther

Drilling of a further 9 holes totalling 561 metres was completed on 7 July 2020. A resource update was announced by Beacon on 13 July 2020.

Panther Metallurgy

Metallurgical work done by ALS Metallurgy indicates recoveries of +95% can be expected from the Panther deposit.

Reagent consumptions are as expected for this ore type.

The Company will process the ore from the Panther deposit at the Jaurdi processing plant.

The Company is now lodging the required documentation for the mining approvals from the Department of Mines and Petroleum to mine at Panther. Ultimately the Panther pit will be utilised as a tailings dam once mining has been completed.

There have been no COVID-19 related issues.

Corporate Structure

Ordinary Shares on issue	2,864,279,343
Listed Options on issue	906,836,920
Unlisted Options on issue	20,000,000
Market capitalisation	\$108.8 million (0.038 share price)
Cash on hand (30 June)	\$15.36 million
Bullion on hand (30 June)	1,501 ozs
Debt (30 June)	\$18.0 million

Authorised for release by the Board of Beacon Minerals Limited.

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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:

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- are necessarily based upon a number of estimates and assumptions that, while considered reasonable by

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- 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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