

ASX ANNOUNCEMENT

14 September 2020

JAUARDI GOLD PROJECT AUGUST PRODUCTION UPDATE

- **2,362 ounces of gold produced in August 2020**
- **46,151 dry tonnes were milled in August 2020**
- **Gold sales for the month of August were 1,706 ounces at an average sale price of \$2,557/oz for sale receipts of \$4.36 million (1,000 oz delivered into the hedge book at 2,475/oz)**
- **Beacon has cash of \$19.04 million and 1,511 ozs of gold on hand as at 31 August 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 2,362 oz of gold during the month of August 2020. Mill throughputs were similar to the previous month and management is reviewing options to increase throughput in calendar year 2021.

The Company is on track to meet its production target from Jaurdi for the September 2020 quarter of 6,400 to 6,800 ozs.

Production Update

Production figures for last three months.

Month Ended	Gold Production Ounces (oz)
31 August 2020	2,362
31 July 2020	2,301
30 June 2020	1,894*

*Restated previously 1,825 oz.

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

Month Ended	BCM's
31 August 2020	128,985
31 July 2020	108,347
30 June 2020	138,172

Mined Ore Stocks

At 31 August 2020 ore stockpiles were surveyed at 441,000 LCM containing approximately 25,000 ounces of gold.

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

Operation	Unit	August 2020
Ore Mined	BCM	99,209
Waste Mined	BCM	29,776
Ore milled	DMT	46,151
Head grade	gpt	1.77
Tails grade	gpt	0.18
Recovered grade	gpt	1.59
Gold Produced	oz	2,362

Gold Sales

Sales	Unit	August 2020
Gold Sold	oz	1,706
Average Gold Sales Price	A\$/oz	\$2,557

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 31 August 2020

Month	Quantity oz	Price A\$/oz
September 2020	1,000	2,531
October 2020	1,000	2,528
November 2020	1,000	2,525
Total	3,000	2,528

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.

There have been no COVID-19 related issues.

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.

Exploration Update

The Company advises that a total of 157 holes and 5,158 metres of exploration drilling has been completed. The table below provides further details.

LOCATION	TENEMENT	RIG	HOLES	METRES
LD East (Palaeo)	E16/469	A/C	76	2,992
Lynx Cat	M16/34 & 115	RC	25	1,028
Alley Cat	M16/34	RC	56	1,138

Assay results from these exploration campaigns are pending. It is expected that these assays will be delayed due to the exploration activity in the gold sector.

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	\$105.98 million (\$0.037 share price)
Cash on hand (31 August)	\$19.04 million
Bullion on hand (31 August)**	1,511 ozs
Debt (31 August)	\$18.0 million

* Various exercise prices and dates

** The Company notes that bullion on hand at 31 July 2020 was 1,403ozs, the difference is due to 669ozs sold on 30 July 2020 which was not processed through the bank until 2 August 2020, previous bullion on hand at 31 July 2020 reported was 734ozs.

Authorised for release by the Board of Beacon Minerals Limited.

For more information contact:

Geoff Greenhill
Executive Chairman
Beacon Minerals Ltd
M: 0419 991 713

Graham McGarry
Managing Director
Beacon Minerals Ltd
M: 0409 589 584

Alex McCulloch
Executive Director
Beacon Minerals Ltd
M: 0407 774 017

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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:

- 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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