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ASX ANNOUNCEMENT

27 April 2018

MARCH 2018 QUARTERLY ACTIVITIES AND CASH FLOW REPORT

Highlights

- Update on borefield development
- Lodgement of Jaurdi Gold Project key approval documents
- Major Components for Proposed Processing Plant Acquired
- Appointment of Resident Mine Manager

Beacon Minerals Limited (ASX:BCN) (Beacon or Company) is pleased to present its Quarterly Activities Report for the period ended 31 March 2018.

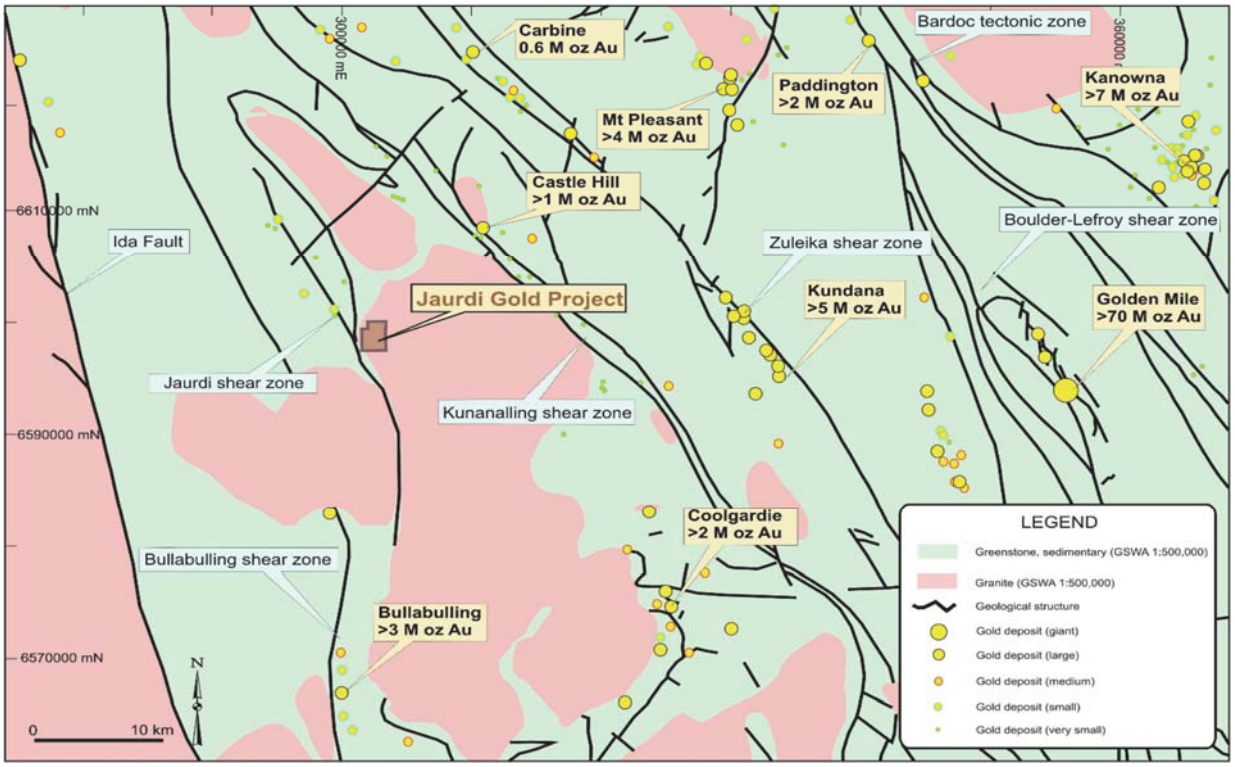


Figure 1: Location of Jaurdi Gold Project

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Borefield Development

During the quarter the Company advised that 13 bore holes had been completed, with the preliminary air lift flow rates tabulated in Table 1 below.

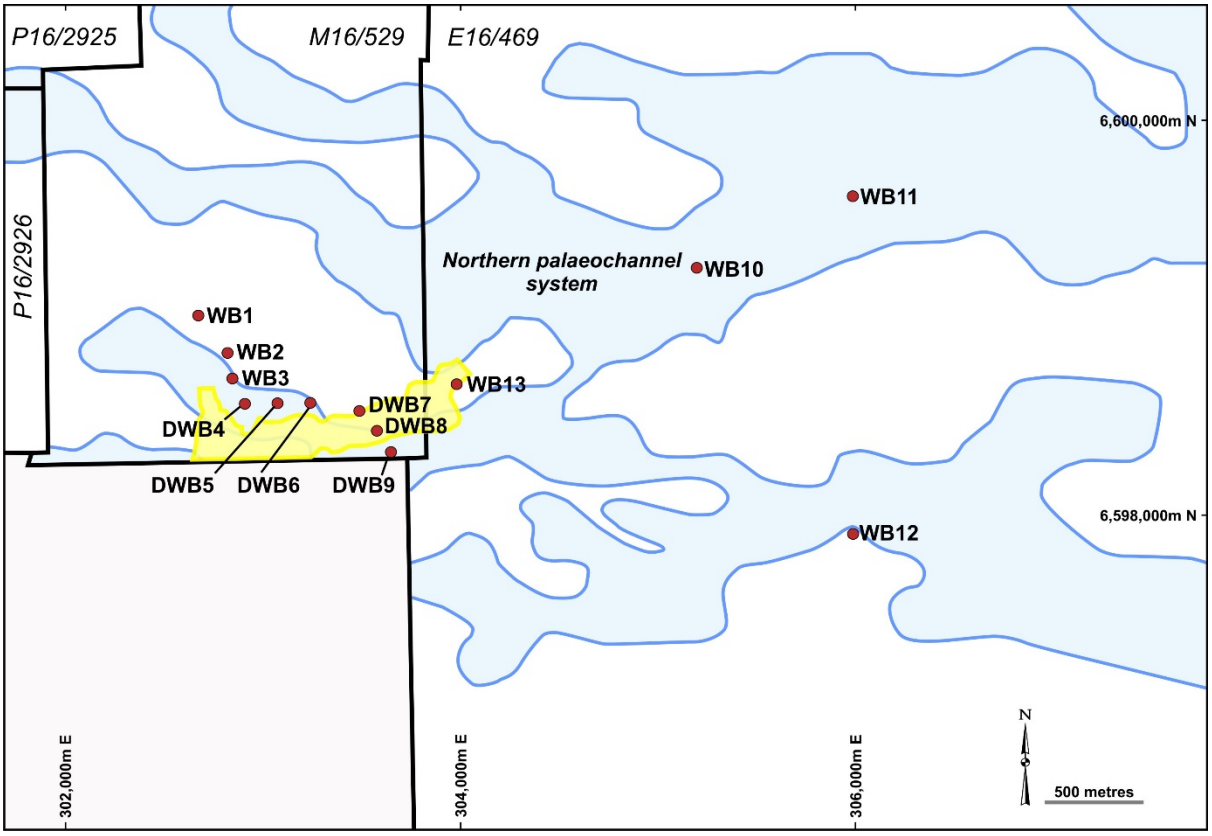


Figure 2: Location of Water Bore Holes at Jaurdi Gold Project

Table 1: Summary of Water Bore Drilling at Jaurdi Gold Project

Bore No.	Casing Diameter (mm)	Preliminary Flow Rate – litres per second
WB001	155	5
WB002	155	5
WB003	155	3
WB004	100	2.5
WB005	155	4
WB006	100	3
WB007	100	4
WB008	100	4
WB009	100	0.7
WB010	155	4
WB011	155	7
WB012	155	2.5
WB013	155	7

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The initial results from the 13 bore holes indicate that the project will have sufficient groundwater to support the operation of the processing plant. The Company controls significant tenements beyond the current bore locations which overlay the paleo-system. If necessary additional bores could be located within these tenements.

The Company has completed the necessary field test work on the proposed mine production borefield and the data is currently being evaluated by our consultant hydrologist. Once the evaluation is complete, the Company will follow-up on its current application for a Groundwater Extraction Licence with the Western Australian Department of Water and Environmental Regulation (DWER).



Figure 3: 2 March 2018 – Water Bore Testing. Jaurdi Gold Project

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Lodgement of Jaurdi Gold Project Approval/Licence Documents

During the quarter Beacon submitted for approval, with the relevant departments at the DWER and Department of Mines Industry Regulation and Safety (DMIRS), the following table of key documents for the Jaurdi Gold Project:

Approval Document	Approval Department
Works Approval and Licence Application	DWER
The Mining Proposal	DMIRS
The Mine Closure Plan	DMIRS
The Project Management Plan	DMIRS
The Dangerous Goods Licence	DMIRS
The Explosives Storage Licence	DMIRS

Beacon's intention is to commence gold production at the Lost Dog deposit this calendar year, upon receiving the above approvals the Company will be in a position to commence site works for the construction of the Jaurdi Gold Project.

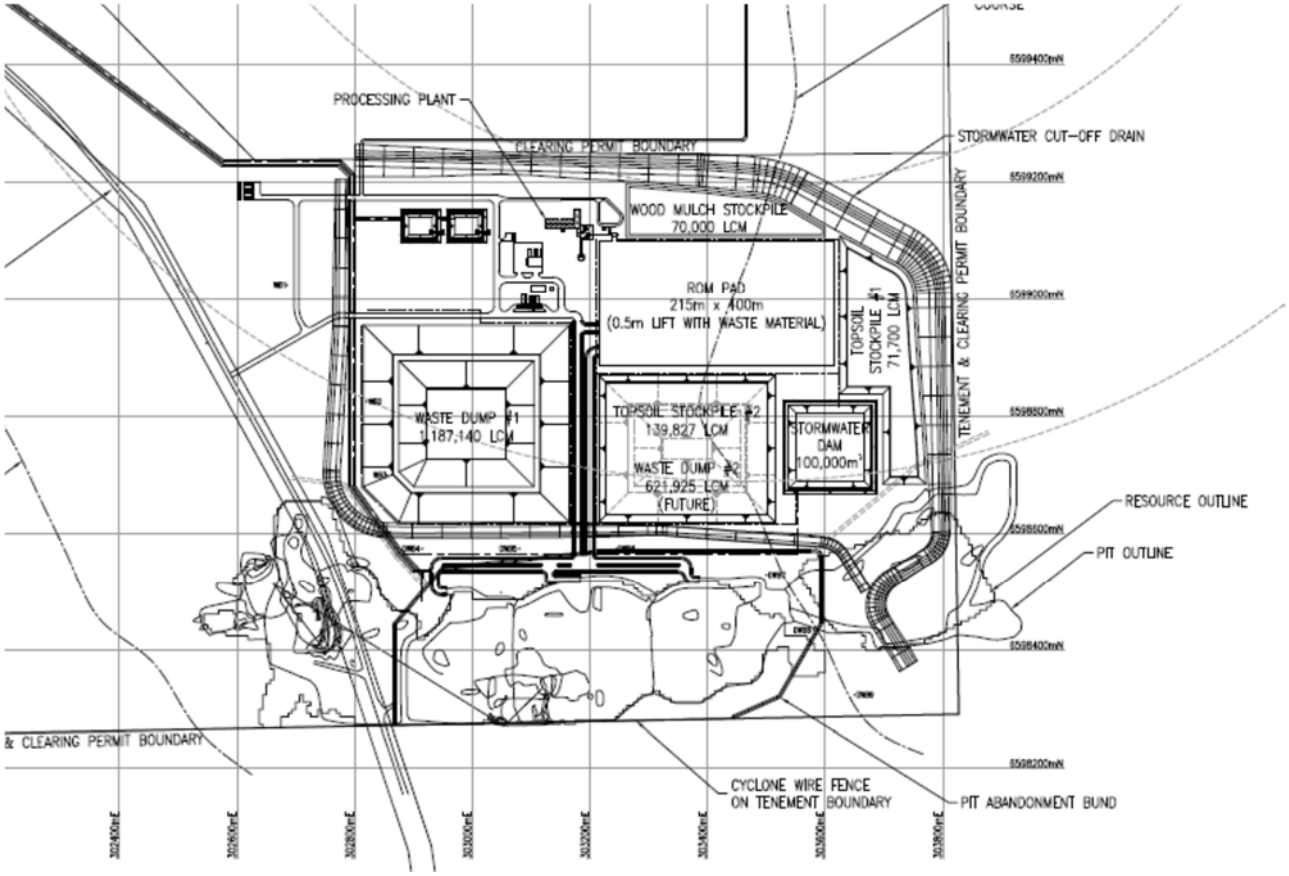


Figure 4: Site Plan – Jaurdi Gold Project

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Major Components for Proposed Processing Plant Acquired

During the quarter Beacon advised that it had executed a Purchase Agreement with Leonora Gold Plant Pty Ltd ("Leonora"), a company owned by Kin Mining NL ("Kin Mining"), to purchase several major items of the "mothballed" Lawlers Processing Plant.

The items purchased by Beacon Minerals Limited are detailed in Table 2 below:

Table 2: Summary Process Plant Components

Description	No. of Items	Specification
Leach Tanks	3	630m^3 (each tank) including agitators and superstructure
Adsorption Tanks	6	200m^3 (each tank) including agitators, decking, access stairway, pump hopper and spares.
Ball Mill	1	450kW regrind mill including deck, feed spout, discharge pump hopper, pipework and spares
FOB Discharge Conveyor	1	-
Mill Feed Conveyor	1	Includes weightometer and weighframe.

Beacon paid Kin Mining an initial deposit of $60,000 (plus GST) and a further amount of $540,000 (plus GST) to secure the items detailed in Table 2.

The items purchased Kin Mining will be progressively being relocated to the Jaurdi Gold Project site, which is expected to commence in late April 2018.

During the quarter the Company completed the purchase of a 4.1m diameter by 5.8m long SAG mill for $220,000 (including GST).

The SAG mill has been relocated to Burgess Laser Aligning's (BLA) workshop in Kalgoorlie, Western Australia, Figure 5.

BLA are specialists in the installation of grinding mills in Australia and they will oversee the refurbishment of the mill drive train, mill bearings and hydraulics prior to installing the mill at the Jaurdi Gold Project.

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Figure 5: 25 March 2018 - Relocation of SAG Mill

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The Company advises that it has purchased additional key items for the proposed processing plant including a bin, feeder and 750mm x 35m radial stacker.

The 750mm x 35mm radial stacker conveyor has been relocated to the Jaurdi Gold Project site and the stacker feed bin will be relocated prior to the Easter Break.



Figure 6: 22 March 2018 - Relocation of the Radial Stacker

The securing of the remaining major components necessary to construct the process plant is on-going.

Appointment of Resident Mine Manager

Beacon announced during the quarter the appointment of Mr Darren Gaby as Beacon's Resident Mine Manager to oversee the transition from the development phase to full production at the Company's Jaurdi Gold Project.

Mr Gaby has a Diploma in Surface Operations Management, a Diploma in Management and is the holder of an Unrestricted Quarry Managers Certificate. He has worked in the mining industry around the Goldfields for 25 years, most recently as the Open Pit Manager for Westgold Resources South Kalgoorlie and Higginsville operations.

The appointment of Mr Gaby is a significant step forward in the development of the Jaurdi Gold Project.

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Beacon's Managing Director, Graham McGarry said:
"The Board is very pleased with the progress being made at the Jaurdi Gold Project.

"Securing the purchase of long lead items for the processing plant and starting to relocate these items to site is moving the project closer to production."

"We are also very pleased that the mining approval documents have been lodged with the DMIRS and DWER and the appointment of a Resident Mine Manager, both key milestones for the Company and is another step towards production."

"We look forward to providing further updates as we continue to move the project into production."

CASH RESERVES

As at 31 March 2018 the Company had approximately $4.5 million in cash reserves.

CAPITAL STRUCTURE

As at the date of this report the Company has the following capital structure:

Fully Paid Ordinary Shares (BCN)	**2,013,961,284**
Listed Options ex. $0.025 on or before 1 August 2022	**498,490,321**
Unlisted Options ex. $0.004 on or before 31 January 2022	**80,000,000**
Unlisted Options ex. $0.025 on or before 5 May 2019	**5,000,000**

OTHER OPPORTUNITIES

Senior management and external consultants have undertaken desk top reviews, and where justified, field inspections. Discussions continue and shareholders will be advised immediately of any material outcomes.

Should shareholders have any questions regarding Beacon, please feel free to contact Executive Chairman Geoff Greenhill or Managing Director Graham McGarry.

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

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

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SCHEDULE OF MINERAL TENEMENT INTERESTS

Beacon Minerals Limited provides the following schedule of mineral tenement interests held by the Company for the quarter ended 31 March 2018 as required by ASX Listing Rule 5.3.

Beacon Minerals Limited Mineral Tenement interest as at 31 March 2018;

TENEMENT	PROJECT/LOCATION	INTEREST AT THE BEGINNING OF THE QUARTER	INTEREST AT THE END OF THE QUARTER
	Jaurdi Gold Project		
M16/529	Jaurdi, Coolgardie	100%	100%
E16/0469	Jaurdi, Coolgardie	0%	0%(1)
M16/0034	Jaurdi, Coolgardie	100%	100%
M16/0115	Jaurdi, Coolgardie	100%	100%
P16/2925	Jaurdi, Coolgardie	0%	0%(2)
P16/2926	Jaurdi, Coolgardie	0%	0%(2)
L16/012	Jaurdi, Coolgardie	100%	100%
E15/1582	Jaurdi, Coolgardie	0%	100%

(1) Beacon has executed an Option to Purchase Agreement with Mr Steven Argus and Zephyr Mining Pty Ltd, the holder of licence E16/469.

(2) Beacon has executed an Option to Purchase Agreement with Australian Live-Stock Suppliers Pty Ltd, the holders of prospecting licences P16/2925 and P16/2926.

Disclaimer

This ASX announcement (Announcement) has been prepared by Beacon Minerals Limited ("Beacon" or "the Company"). It should not be considered as an offer or invitation to subscribe for or purchase any securities in the 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.

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Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

Beacon Minerals Limited

ABN	**Quarter ended ("current quarter")**
64 119 611 559	31 March 2018

Consolidated statement of cash flows		**Current quarter $A'000**	**Year to date (9 months) $A'000**
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(772)	(1,609)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(78)	(201)
	(e) administration and corporate costs	(93)	(274)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	26	62
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Research and development refunds	-	-
1.8	Other (provide details if material)	(16)	(8)
1.9	**Net cash from / (used in) operating activities**	**(933)**	**(2,030)**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire:		
	(a) plant and equipment	(1,012)	(1,104)
	(b) tenements (see item 10)	-	(239)
	(c) investments	-	-

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Consolidated statement of cash flows		Current quarter $A'000	Year to date (9 months) $A'000
	(d) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	-	-
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**(1,012)**	**(1,343)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of shares	-	7,477
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	(505)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	**Net cash from / (used in) financing activities**	**-**	**6,972**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	6,480	936
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(933)	(2,030)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,012)	(1,343)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	6,972
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	**Cash and cash equivalents at end of period**	**4,535**	**4,535**

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5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	128	26
5.2	Call deposits	4,407	6,454
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**4,535**	**6,480**

6.	**Payments to directors of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to these parties included in item 1.2	92
6.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

N/A

7.	**Payments to related entities of the entity and their associates**	**Current quarter $A'000**
7.1	Aggregate amount of payments to these parties included in item 1.2	-
7.2	Aggregate amount of cash flow from loans to these parties included in item 2.3	-

7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

N/A

8.	**Financing facilities available** *Add notes as necessary for an understanding of the position*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
8.1	Loan facilities	-	-
8.2	Credit standby arrangements	-	-
8.3	Other (please specify)	-	-

8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.

N/A

9.	Estimated cash outflows for next quarter	$A'000
9.1	Exploration and evaluation	300
9.2	Development	400
9.3	Production	-
9.4	Staff costs	59
9.5	Administration and corporate costs	80
9.6	Other (provide details if material)	-
9.7	**Total estimated cash outflows**	**839**

10.	Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1	Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced	N/A	N/A	N/A	N/A
10.2	Interests in mining tenements and petroleum tenements acquired or increased	E15/1582	Exploration Licence	0%	100%

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.

2 This statement gives a true and fair view of the matters disclosed.

Sign here: Sarah Shipway Date: 27 April 2018
Non-Executive Director/Company Secretary

Print name: Sarah Shipway

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Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.

2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.

3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

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