

CHAIRMAN'S ADDRESS TO THE 2017 ANNUAL GENERAL MEETING

Beadell Resources Limited (Beadell or Company) is pleased to provide the following extract from the Chairman's Address to the 2017 Annual General Meeting to be held this morning.

"Good morning Ladies and Gentlemen, it is my pleasure to welcome you to the 2017 Annual General Meeting of Shareholders of Beadell Resources.

2016 was a year marked by change and achievement at Beadell. The new management team took over at the end of 2015 and commenced an operational review of the Tucano Gold Mine. This review resulted in a number of initiatives aimed at increasing production, cost reduction and more consistent quarter on quarter production.

Gold production increased by 19% in 2016 to 145,870 ounces, meeting the Calendar Year 2016 guidance. Despite the strengthening of the Brazilian Real, production unit costs per ounce sold reduced significantly during the year. The company continues to assess strategies to limit its exposure to Real movements.

During the year, our exploration efforts continued to deliver strong results. The recommencement of drilling at Tucano has identified significant additional mineralisation in the Tap AB complex. Our geological understanding at Tucano continues to evolve which opens up new areas of potential.

The Tucano mine sits in the middle of a very large land package that is almost completely unexplored for gold. The district scale potential of the land package controlled by Beadell is second to none and we remain very excited by the exploration potential.

2017 will be a transformational year for Beadell. The effect on resource and reserve of the drilling success seen in 2016 has been quantified for the first time, with meaningful increases in both Reserve gold grade and ounces. This in turn increases the open pit mine life to approximately seven years. We see this as the starting point for the new Beadell as we continue to expand our mineral inventory.

Recently, we have released the results of the feasibility study completed on a plant upgrade project, which showed that the plant upgrade will add significant value to the Tucano project.

In order to allow us to commit to long lead times items for the planned mill upgrades and to continue exploration on the underexplored Tucano land package, the Company raised \$51 million through a Placement of Shares and a Share Purchase Plan and we were delighted with the strong support received from over 600 shareholders.

We believe that as we move through these changes, the mine and the Company will be well positioned to increase shareholder value, which is our ultimate responsibility and goal.

We all understand what needs to take place in 2017 and we are thankful for the support of all stakeholders in Beadell as we move towards achieving our goals.

We would like to thank all Beadell employees and contractors for their hard work during 2016. The future has never looked brighter for Beadell and we are looking forward to future success."

ABOUT BEADELL

Beadell owns and operates the Tucano gold mine in Amapá State, in the north of Brazil. Tucano sits within an extensive land package of 2,500km² of highly prospective, under explored greenstone belt.

FOR FURTHER INFORMATION PLEASE CONTACT:

PERTH

Simon Jackson | CEO & Managing Director

Greg Barrett | CFO & Company Secretary

T: +61 8 9429 0800

info@beadellresources.com.au

TORONTO

Graham Donahue | Head of Corporate Development

+1 416 945 6640