

TRANCHE 1 OF CAPITAL RAISING COMPLETED

Beadell Resources Limited (**Beadell** or **Company**) is pleased to advise that the first tranche (**Tranche 1**) of the capital raising announced on 7 May 2018 has been completed.

Tranche 1 included the issue of 73,840,220 units of the Company, resulting in the issuance of (i) 73,840,220 fully paid ordinary shares in the Company (**Ordinary Shares**) and (ii) 55,380,165 attaching warrants (on the basis that each unit carries three-quarters of one warrant and one whole warrant is exercisable for an Ordinary Share pursuant to certain terms) (**Tranche 1 Placement Equity**) to sophisticated and professional investors and US\$3.7 million worth of 6% senior secured convertible debentures due 30 June 2023 (**Tranche 1 Convertible Debentures**), to raise approximately \$11 million¹ (before costs).

Tranche 1 Placement Equity and Tranche 1 Convertible Debentures were issued and allotted without security holder approval under ASX Listing Rule 7.1, and did not exceed the Company's 15% capacity under ASX Listing Rule 7.1.

In addition to Tranche 1, the Company has received commitments from investors to subscribe for approximately 138,000,000 Ordinary Shares and approximately 104,000,000 attaching warrants (**Tranche 2 Placement Equity**) (on the basis that each unit carries three-quarters of one warrant and one whole warrant is exercisable for an Ordinary Share pursuant to certain terms), and US\$6.3 million worth of 6% senior secured convertible debentures due 30 June 2023 (**Tranche 2 Convertible Debentures**), raising up to approximately \$19 million² (before costs) (**Tranche 2**).

Tranche 2 is subject to shareholder approval at a general meeting of the Company expected to be held in late June 2018, and is also subject to ongoing satisfactory progress on the turnaround of operations at the Tucano mine.

The Company is also offering eligible shareholders the opportunity to participate in an offering via a Share Purchase Plan (**SPP**) to raise up to an additional A\$7 million at a price equivalent to the issue price for the shares constituting the Tranche 1 Placement Equity (\$0.07 per share³). The SPP Booklet and application form will be sent to eligible shareholders on 21 May 2018.

1 Assuming an AUD:USD exchange rate of \$0.76

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3 Representing a 16% discount to the volume weighted average price of Beadell shares over the 5 days before it requested a trading halt on 26 April 2018. The offer price is approximately the same as for the offer price under the equity placement, adjusted for the estimated value of the three quarter warrant (estimated using a Black-Scholes methodology (volatility set at 35%)).

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 2,500 km² of highly prospective, under explored greenstone belt.

FOR FURTHER INFORMATION PLEASE CONTACT:

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