



16 December 2008

Justin Nelson
ASX Limited
Level 1, 89 King William Street
ADELAIDE SA 5000

Dear Justin

EMPLOYEE INCENTIVE OPTIONS

Please note the following Employee Incentive Options have been cancelled.

<i>Total Number</i>	<i>Exercise price</i>	<i>Expiry date</i>
75,000	\$0.25	30 June 2011
310,000	\$0.30	30 June 2012
90,000	\$0.35	30 June 2011

Yours sincerely

GREG BARRETT
Company Secretary
Beadell Resources Ltd