



ASX ANNOUNCEMENT
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18 February 2011

**TEMPORARY SUSPENSION OF TROPICANA EAST DRILLING PROGRAM DUE TO
CYCLONE RELATED RAIN**

Beadell Resources Ltd advises that it has temporarily suspended exploration drilling activities at the Company's Tropicana East project due to an extreme rain event which has caused fuel supplies to be cut. A significant RC drilling program to test the new discovery of gold along the 15 km long Hercules Shear Zone of up to 15m @ 24 g/t gold commenced early February utilising 2 RC drilling rigs.

The initial drilling program encompasses a 43 hole, 6,875m drill program targeting a 2.5 km long zone of gold mineralisation intersected in previous aircore drilling. Only 11 holes were completed when activities were suspended due to rain. Preliminary results have only been received for the first 3 holes of the program with assays from the other 8 holes pending (Figure 1). The orientation and strike of the high grade shoot announced previously has yet to be delineated, however the first 3 holes have intersected significant mineralisation of up to 1.5 g/t gold (Figure 1).

The 15 km long Hercules Shear Zone anomaly is located 60 km north east and along strike from the 5Moz Tropicana gold development project. Drilling at this highly prospective, early stage gold project will recommence as early as practicable once the weather conditions abate.

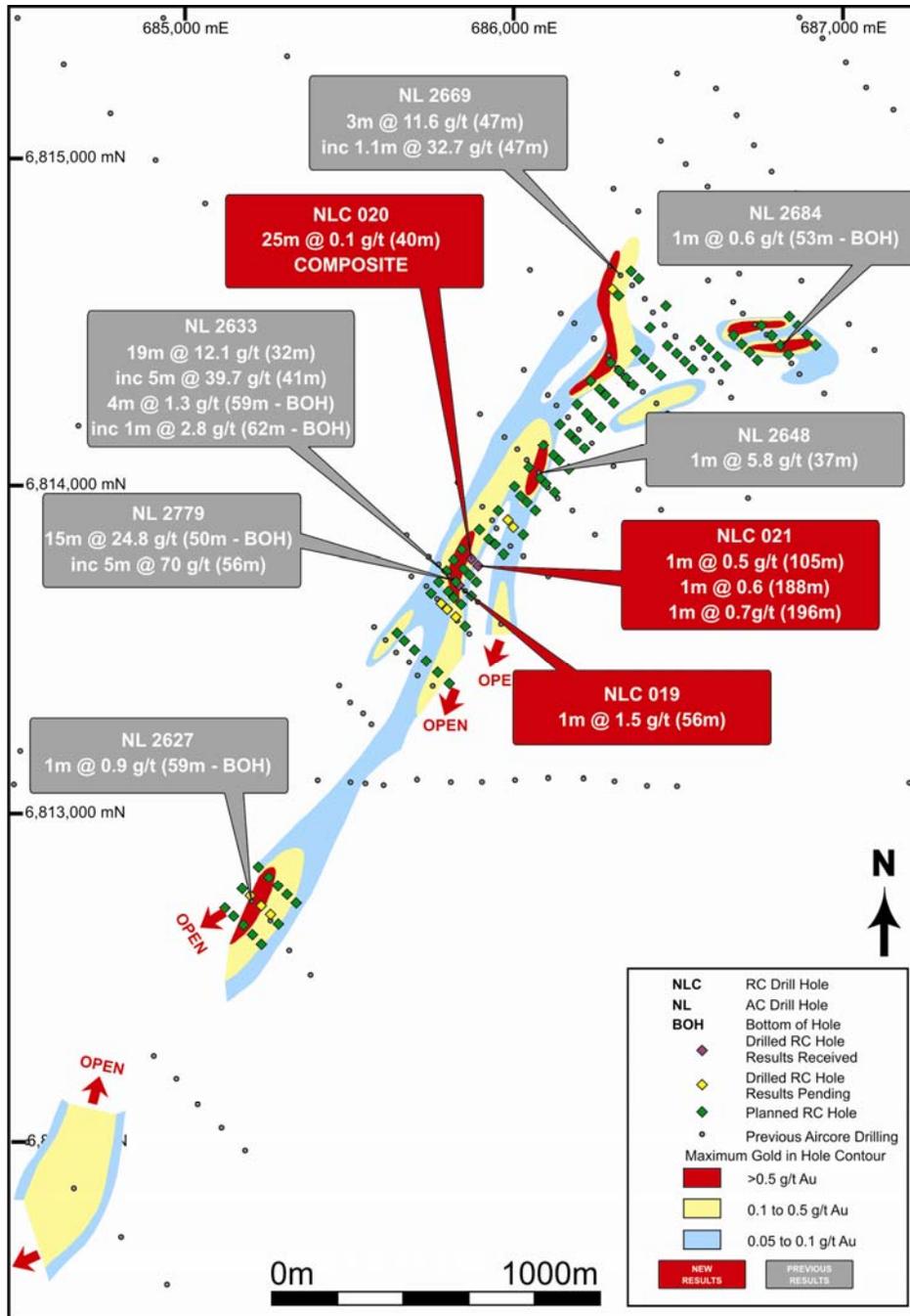


Figure 2. Hercules Shear Zone showing location of RC drill program.

For further information please contact:

Peter Bowler | **Managing Director**
T: +61 8 9429 0801
peter.bowler@beadellresources.com.au

Rob Watkins | **Executive Director Geology**
T: +61 8 9429 0802
rob.watkins@beadellresources.com.au

Competency Statement

The information in this report relating to Exploration Results and Mineral Resources is based on information compiled by Mr Robert Watkins who is a member of the Australasian Institute of Mining and Metallurgy and has sufficient exploration experience which is relevant to the various styles of mineralisation under consideration to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Watkins is a full time employee of Beadell Resources Ltd. Mr Watkins consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.