



ASX ANNOUNCEMENT
ASX Code: **BDR**

11 September 2012

FUNDING CONTINGENCY IN PLACE AND CONSTRUCTION UPDATE

Beadell Resources Limited (“**Beadell**” “the **Company**”) is pleased to advise that it has prudently opted to increase its funding contingency by \$10 million. This has been achieved by selling to Macquarie Bank Limited call options over 48,485 ounces of gold at a strike price of US\$1700 per ounce and an expiry date of 31 December 2014. The Company is now in a strong cash position with \$25 million cash at bank (at 31 August 2012) plus this additional \$10 million and a further \$1.9 million to come from the exercise of Directors’ options, bringing total available cash to **~\$37 million**, with approximately \$14 million forecast to be spent on completing the construction of the CIL plant prior to first ore to the mill in October 2012. The Company’s initiatives to complete the construction of Beadell’s Tucano CIL process plant that were put in place during July and August have been successful and construction has advanced as planned over the last two months. Structural and mechanical works are now complete for all essential areas and the piping and electrical installation is on track for first ore to the mill in October 2012.

Beadell’s Managing Director, Peter Bowler said “Our financial contingency has been bolstered by a simple, non-dilutive funding option (i.e. if the gold price is below US\$1700 per ounce when the options expire there is no adverse effect to Beadell whereas if the gold price is above US\$1700 per ounce when the options expire, the Company still receives US\$1700 per ounce for that gold).

Additionally we are very excited about the prospects of the exceptionally high grade gold results recently released at the Duckhead gold resource. This deposit has the real potential to transform the Company’s mine plan within a very short time frame. This ore body will not only add to our reserve position over the coming months but also have a substantial effect on our gold production profile and cash operating costs.

With the imminent completion of the CIL gold plant next month we can now look forward to an exciting future as Beadell transforms into a long life, low cost gold producer with scale for the benefit of all stakeholders and shareholders.”

Beadell Resources Limited

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Tucano Gold Project 2012



Photo 1. CIL Tanks, Gold Room and Elution circuit nearing completion



Photo 2. CIL Tanks and Top of Tank Steel completed



Photo 3. SAG Mill Nearing Completion

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