



MINING PROPOSAL SUBMITTED

ASX RELEASE

24-Nov-11

Beacon Minerals is pleased to announce it has submitted a Mining Proposal for the Halleys East resource located at its Barlee Gold Project located 200 kilometres north of Southern Cross. The Mining Proposal for ML 77/1254 was submitted to the Department of Mines and Petroleum in Western Australia (DMP). The proposal will now be reviewed by the various authorities within the department prior to issue of approval by the Director of the Environment Division of the Department of Industry and Resources. A Project Mine Plan then needs to be completed and approved prior to commencement of operations..

The Mining Proposal and conceptual mine planning was managed by Auralia Mining Consulting with BKD Resources completing the resource estimation and geological modeling, Alexander Holm and Associates the environmental survey and KHC the native title survey.

The Mining Proposal is based on extracting gold bearing resource from Halleys East and trucking to a nominated third party processing plant for toll treatment. Key highlights of the Mining Proposal are :

- An initial mining resource of 172,000 tonnes at 7.5 g/t gold for 42,000 ounces. This initial base mining resource is based on an economic optimisation which takes into account mining (both waste and ore quantities), trucking and processing costs. During the operating mine life these figures may vary depending on the economic drivers at the time.
- Environmental studies indicated no endangered flora or fauna present in the ML
- No registered Aboriginal heritage sites exist and there are no native claims within the project area

Various discussions will continue while the Mining Proposal is being reviewed within the DMP to move to the next phase for production. These include :

- Toll treatment options with respect to third party charges and metallurgical accounting
- Contract mining and trucking costs and contractual arrangements
- Potential road upgrade requirements, transport movements and other development consents required by the relevant local Shire authorities
- Completion of ground clearance permitting and project management plan

A copy of the Mining Proposal will be made available by the DMP on their website.

For reference key WA state mining approvals required prior to production are attached. Should you have any questions in relation to the above matters, please contact the undersigned on telephone (08) 9476 9200.

For and on behalf of
BEACON MINERALS LIMITED

Darryl Harris
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ASX: BCN

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The information in this report, as it relates to:

- A) Exploration Results, is based on information compiled and/or reviewed by Mr. Lyle Thorne who is a member of the Australasian Institute of Mining and Metallurgy (AusIMM).*
- B) Resource Estimates, is based on information compiled and/or reviewed by Mr. Byron Dumpleton who is a member of the AIG (Australian Institute of Geoscientists).*
- C) Metallurgical and Processing Estimates are based on information compiled and/or reviewed by Mr. Darryl Harris who is a member of the AusIMM.*

All persons have the relevant experience with the mineralisation reported on 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". All persons consent to the inclusion in the report of the matters based on the information in the form and context in which they appear.

Down hole widths quoted. Due to the preliminary nature of the exploration drilling, the company is unable to state if mineralised widths approximate true width. The Company also advises that it is uncertain as to whether further drilling in these areas will lead to the discovery of potentially economic mineralisation.

Key State mining approvals

Legend:

- Approval process
- Proponent action
- Agency action
- Joint action
- Other action
- Publication
- Critical path
- Possible paths

