

ASX ANNOUNCEMENT

4 April 2014

MARCH 2014 QUARTERLY ACTIVITIES AND CASH FLOW REPORT

Beacon Minerals Limited (ASX:BCN) (Beacon or Company) is pleased to present its Quarterly Activities Report for the period ended 31 March 2014.

Highlights

- **Significant progress at Halleys East open pit operation**
- **First Ore to be milled early April 2014**

Significant Progress at Halleys East open pit operation

At quarter end Beacon has mined approximately 355,000 bank cubic metres (BCM's) which represents approximately 57% of the final pit design. The focus has been on accessing ore from the smaller internal starter pit. To date a total of 37,000 tonnes of ore have been mined.

Careful grade control has resulted in 17,600 tonnes of higher grade ore being stockpiled for cartage to the mill. 10,500 tonnes of this high grade ore has been delivered to the mill ahead of the first milling campaign.



Halleys East open cut mine at 426 RL 27 March 2014

BEACON MINERALS LIMITED ACN 119 611 559

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Registered Office Level 1, 115 Cambridge Street, PO Box 1305, West Leederville, WA 6007

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First Ore to be milled early April 2014

The Company is scheduled to mill at the FMR Investments Pty Ltd Greenfields milling facility in Coolgardie Western Australia in early April 2014.



Greenfields Mill, Coolgardie Western Australia

Managing Director Graham McGarry said “This quarter the Company has concentrated its efforts on delivering ore to Coolgardie. We are pleased to be able to report we will commence milling early April 2014.”

Capital Structure

As at the date of this report the Company has the following capital structure:

Fully Paid Ordinary Shares (BCN)	1,493,109,242
Listed Options (BCNO) exercisable at \$0.005 on or before 30 September 2015	798,022,924

SCHEDULE OF MINERAL TENEMENT INTERESTS

Beacon Minerals Limited (ASX:BCN) (Beacon or Company) provides the following schedule of mineral tenement interests held by the Company for the quarter ended 31 March 2014 as required by ASX Listing Rule 5.3.

Beacon Minerals Limited mineral tenement interest as at 31 March 2014;

PROJECT/LOCATION	TENEMENT	INTEREST AT THE BEGINNING OF THE QUARTER	INTEREST AT THE END OF THE QUARTER
Barlee, Western Australia	E77/1713	100%	100%
Barlee, Western Australia	M77/1254	100%	100%
Barlee, Western Australia	L77/0243	100%	100%
Barlee, Western Australia	L29/0124	100%	100%
Youanmi, Western Australia	E57/0946	0%	100%

OTHER OPPORTUNITIES

Several advanced mining projects have been submitted to the Company for review, however Beacon's focus continues to be on the Halleys East operations.

The Company confirms its commitment to continue to pursue other opportunities in the minerals sector both in Australia and offshore.

CASH POSITION

As at 31 March 2014 Beacon had cash reserves of approximately \$824,000.

Should shareholders have any questions regarding Beacon, please feel free to contact Executive Chairman Geoff Greenhill, Managing Director Graham McGarry or Executive Director Marcus Michael.

Geoff Greenhill
Executive Chairman
Beacon Minerals Ltd
M: 0419 991 713

Graham McGarry
Managing Director
Beacon Minerals Ltd
M: 0409 589 584

Marcus Michael
Executive Director
Beacon Minerals Ltd
M: 0418 908 091

The estimate of Probable Mining Reserves relating to the Halleys East deposit were first announced to the market on 30 October 2013. The Company confirms it is not aware of any new information or data that materially affects the information included in those market announcements and that all material assumptions and technical parameters underpinning the estimates in those market announcements continue to apply and have not changed.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

Beacon Minerals Limited

ABN

64 119 611 559

Quarter ended ("current quarter")

31 March 2014

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration & evaluation	(6)	(35)
(b) development	-	(1,788)
(c) production	(1,490)	(1,490)
(d) administration	(107)	(412)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	15	25
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other – GST & Fuel Tax Rebate	(8)	(3)
– DMP Bond	-	239
Net Operating Cash Flows	(1,596)	(3,464)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	(260)
(b) equity investments	-	42
(c) other fixed assets	(79)	(163)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	(79)	(381)
1.13 Total operating and investing cash flows (brought forward)	(1,675)	(3,845)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	4,000
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other – borrowing costs	(4)	(162)
Net financing cash flows		(4)	3,838
Net increase (decrease) in cash held		(1,679)	(7)
1.20	Cash at beginning of quarter/year to date	2,503	831
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	824	824

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	293
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

	\$'000
Directors fees and remuneration	55
Accounting, corporate, bookkeeping and secretarial services	24
Hire of plant and equipment	214

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

N/A

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	N/A	N/A
3.2 Credit standby arrangements	N/A	N/A

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	-
4.2 Development	-
4.3 Production *	2,400
4.4 Administration	300
Total	2,700

* Does not include any receipts from production.

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	52	187
5.2 Deposits at call	20	816
5.3 Bank overdraft	-	-
5.4 Other – Term Deposit	752	1,500
Total: cash at end of quarter (item 1.22)	824	2,503

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	N/A	N/A	N/A
6.2	Interests in mining tenements and petroleum tenements acquired or increased	E57/0946 Exploration Licence	0%	100%

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	-	-	-	-
Preference securities <i>(description)</i>				
7.2				
Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3	1,493,109,242	1,443,109,242	-	-
*Ordinary securities				
7.4				
Changes during quarter				
(a) Increases through issues	4	4	\$0.005	\$0.005
(b) Decreases through returns of capital, buy-backs	-	-	-	-
7.5				
*Convertible debt securities <i>(description)</i>				

+ See chapter 19 for defined terms.

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	- -	- -	- -	- -
7.7	Options (description and conversion factor)	798,022,924	798,022,924	<i>Exercise price</i> \$0.005	<i>Expiry date</i> 30 September 2015
7.8	Issued during quarter	-	-	-	-
7.9	Exercised during quarter	(4)	(4)	\$0.005	\$0.005
7.10	Expired during quarter	-	-	-	-
7.11	Debentures (totals only)	-	-		
7.12	Unsecured notes (totals only)	-	-		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: Sarah Shipway
Company secretary

Date: 4 April 2014

Print name: Sarah Shipway

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity and oil and gas exploration entity quarterly report

- 2 The “Nature of interest” (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.

- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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