

ASX ANNOUNCEMENT

18 October 2023

BEACON TO ACQUIRE MT DIMER TENEMENTS

Beacon Minerals Limited (ASX:BCN) (**Beacon or the Company**) is pleased to advised that is has entered into a binding agreement to acquire the Mt Dimer tenements (detailed in Schedule 1 of this announcement) (**Tenements**) from Aurumin Limited (ACN 639 427 099) (ASX: AUN) (**Aurumin**) and Aurumin’s wholly owned subsidiary Aurumin Mt Dimer Pty Ltd (ACN 130 460 525) (**Vendor**).

The acquisition of a 100% interest in the Tenements from Aurumin is part of the Company’s strategy of increasing the mine life at Jaurdi by acquiring projects that build mine Reserves and complement the current operations.

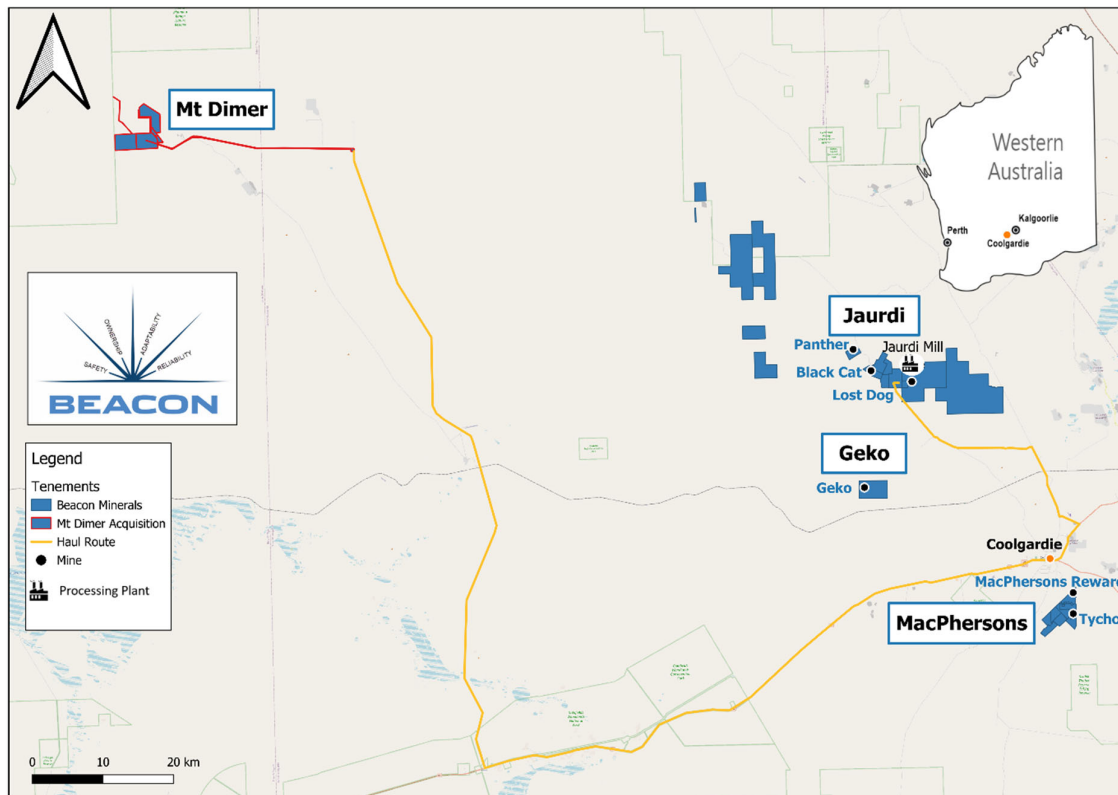


Figure 1: Location of the Jaurdi Gold Project and the Mr Dimer Project

The Mt Dimer Project acquisition follows previous acquisitions of the Geko tenements located circa 15kms from the Jaurdi Mill (refer to ASX announcement dated 16 December 2022) and the MacPhersons Reward Project located circa 45kms from the Jaurdi Mill (refer to announcement dated 24 August 2021), which were both funded out of the Company’s existing cash reserves.

The Mt Dimer Project tenements are located 140 kms NW of the township of Coolgardie in the Eastern Goldfields of Western Australia, with the Mt Dimer Project located within 113 kms to the NW of Beacon's Jaurdi Gold Processing Plant (refer Figure 1).

The Mt Dimer Project has significant strategic value to Beacon given it contains known resources, is situated on approved Mining Leases and comes with all associated Miscellaneous Licencing for ore haulage to our Jaurdi Mill. Work will commence towards completing Beacons internal Resources, Reserves and mining studies. Beacon intends to leverage its Jaurdi Processing Plant, mining infrastructure and operational team to fully realise the potential of the Mt Dimer Project.

Key Terms and Conditions of the Mt Dimer Acquisition

In consideration for each party agreeing to deal with the other parties in relation to the Tenements exclusively for the period commencing on execution of the agreement and ending on the earlier of Completion and termination of the agreement in accordance with its terms (**Exclusivity Period**), the Company has agreed to, within 5 business days of signing the agreement, acquire \$500,000 worth of fully paid ordinary shares in Aurumin (**Aurumin Shares**) at an issue price of \$0.025 per Aurumin Share. The Aurumin Shares will be subject to voluntary escrow for a period of 6 months from the date of issue.

The consideration payable by Beacon to acquire a 100% interest in the Tenements (**the Acquisition**) is:

- a cash payment of \$3,000,000 (plus GST) at Completion; and
- payment of 2.0% net smelter royalty on gold recovered from the Tenements which is above 12,000ozs and 2.0% net smelter royalty on all minerals, other than gold, recovered from the Tenements, pursuant to a royalty agreement to be entered into by the parties (**Royalty Agreement**).

Completion of the Acquisition (**Completion**) is subject to satisfaction (or waiver) of the following conditions by 15 December 2023:

- completion of Beacon's due diligence process, which was completed on 16 October 2023;
- execution of a formal tenement sale agreement by the parties which will include, amongst other things, representations and warranties from the Vendor which are usual for transactions of this nature;
- execution of the Royalty Agreement by the parties;
- execution of an access agreement by the parties, pursuant to which, on and from Completion, the Vendor may access other mining tenements it holds, which overlap the Tenements;
- the Vendor, the Company and, if necessary, under the third party agreements, the relevant third party, executing a deed of assignment and assumption in relation to each third party agreement;
- release of any security over the Tenements in a form satisfactory to the Company, other than any agreed permitted encumbrances; and
- the Vendor and Aurumin obtaining all necessary regulatory, statutory and ASX approvals required to lawfully complete the Acquisition (including Ministerial consent under the *Mining Act 1978 (WA)* in relation to the transfer of the Tenements),

(together, **the Conditions**).

Completion is expected to take place five (5) business days after satisfaction (or waiver) of the last of the Conditions.

Beacon will fund the costs of the Acquisition using its current cash reserves.

Authorised for release by the Board of Beacon Minerals Limited.

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Disclaimer

This ASX announcement (**Announcement**) has been prepared by Beacon Minerals Limited (**Beacon** or **the Company**). It should not be considered as an offer or invitation to subscribe for or purchase any securities in the Company or as an inducement to make an offer or invitation with respect to those securities. No agreement to subscribe for securities in the Company will be entered into on the basis of this Announcement.

This Announcement contains summary information about Beacon, its subsidiaries and their activities which is current as at the date of this Announcement. The information in this Announcement is of a general nature and does not purport to be complete nor does it contain all the information which a prospective investor may require in evaluating a possible investment in Beacon.

By its very nature exploration for minerals is a high risk business and is not suitable for certain investors. Beacon's securities are speculative. Potential investors should consult their stockbroker or financial advisor. There are a number of risks, both specific to Beacon and of a general nature which may affect the future operating and financial performance of Beacon and the value of an investment in Beacon including but not limited to economic conditions, stock market fluctuations, gold price movements, regional infrastructure constraints, timing of approvals from relevant authorities, regulatory risks, operational risks and reliance on key personnel.

Certain statements contained in this announcement, including information as to the future financial or operating performance of Beacon and its projects, are forward-looking statements that:

- may include, among other things, statements regarding targets, estimates and assumptions in respect of mineral reserves and mineral resources and anticipated grades and recovery rates, production and prices, recovery costs and results, capital expenditures, and are or may be based on assumptions and estimates related to future technical, economic, market, political, social and other conditions;
- are necessarily based upon a number of estimates and assumptions that, while considered reasonable by Beacon, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies; and,
- involve known and unknown risks and uncertainties that could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements.

Beacon disclaims any intent or obligation to update publicly any forward-looking statements, whether as a result of new information, future events or results or otherwise. The words 'believe', 'expect', 'anticipate', 'indicate', 'contemplate', 'target', 'plan', 'intends', 'continue', 'budget', 'estimate', 'may', 'will', 'schedule' and similar expressions identify forward-looking statements.



All forward looking statements made in this announcement are qualified by the foregoing cautionary statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and accordingly investors are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein. No verification: Although all reasonable care has been undertaken to ensure that the facts and opinions given in this Announcement are accurate, the information provided in this Announcement has not been independently verified.

Schedule 1 – Tenements

The below tenements form the Mt Dimer Project:

- M77/0427
- M77/0428
- M77/0957
- M77/0958
- M77/0965
- P77/4568
- L77/0083
- L77/0135
- L77/014
- L77/328 (application)
- L77/329 (application)
- L77/330 (application)
- L16/135 (application)