



ASX ANNOUNCEMENT
ASX Code: BDR

23 October 2014

MINING PARTNERSHIP AGREEMENT WITH MACA LIMITED

Beadell Resources Limited (“**Beadell**” or “**Company**”) is pleased to announce that it has entered into a Letter of Intent for a Mining Partnership Agreement (“**Agreement**”) with MACA Limited (“**MACA**”, MLD.ASX) for the management of all drill & blast, load & haul, crusher feed and auxiliary services at the Company’s 100% owned Tucano Gold Mine in Brazil for a term of five years. Beadell’s existing mobile mining fleet and equipment (including related spare parts and consumables) will progressively be transferred to MACA under a two-year staged acquisition process totalling approximately A\$40 million, half of which will occur on 1 November, 2014.

Key MACA personnel have been on site as technical advisers since early September. Immediate and significant productivity improvements across all areas are evident.

MACA is a publicly listed Western Australian based Mining & Civil Engineering company with extensive experience in large scale open pit gold mining.

Peter Bowler, Beadell’s Managing Director commented: “This strategic partnership will have many benefits for Beadell including:

- Strengthening the Company’s cash position and balance sheet. Additionally, no more mobile equipment will be required to be purchased by Beadell;
- Providing surety of meeting Beadell’s strong production forecasts now and in future years; and
- Returning Beadell’s All in Sustaining Costs to the lowest quartile by sharing in the benefits of the expected ~30-40% productivity improvements at Tucano by leveraging off MACA’s expertise and experience.

The benefits of this partnership should not be underestimated and will ensure that Beadell remains a low cost gold producer for many years to come.”

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