



A – Level 2, 46 Ord Street West Perth WA 6005 P – 08 9476 9200 F – 08 9476 9099 E – admin@beaconminerals.com

23 September 2009

[Insert Name]

[Insert Address]

Dear Option Holder,

NOTICE TO OPTION HOLDERS OF NON-RENOUNCEABLE RIGHTS ISSUE

We are writing to you in relation to your option holding in Beacon Minerals Limited (**Company**).

On 21 September 2009, the Company announced to ASX a pro-rata non-renounceable rights issue of approximately 357,047,912 fully paid ordinary shares in the Company (**Shares**) on the basis of one (1) new Share for every one (1) Share held on the record date at an issue price of \$0.022 per Share, to raise approximately \$7.85 million (**Rights Issue**).

Pursuant to the terms of the options in the Company that are held by you, the Company is required to notify you of your right to participate in any pro rata issue of securities in the Company if you exercise your options prior to the record date for the pro rata issue.

Accordingly, take notice that in order to participate in the Rights Issue, you will need to exercise your options prior to the record date for the Rights Issue, being **5.00pm (WST) on 30 September 2009**. Please refer to the option exercise form at the back of this letter.

The Company has lodged an offer document in relation to the Rights Issue with the ASX and this document will be dispatched to shareholders of the Company on 1 October 2009. The offer document outlines the terms of the Rights Issue in detail and is available for viewing on the announcements page of the ASX website (www.asx.com.au) and the Company's website (www.beaconminerals.com). The Rights Issue will open on 1 October 2009 and the closing date for receipt of applications for Shares pursuant to the Rights Issue is 5.00pm (WST) on 16 October 2009.

On completion of the Rights Issue, the Company will have approximately 714,095,824 Shares and 307,265,616 options on issue (assuming the Rights Issue is fully subscribed or that any shortfall is placed by the directors and that none of the Company's existing options are exercised prior to the Record Date).

Should you have any queries in relation to the Rights Issue, please do not hesitate to contact the Company on (08) 9476 9200.

Yours sincerely

A handwritten signature in blue ink, appearing to read "D Harris".

Darryl Harris
Managing Director
Beacon Minerals Limited