



**BEACONSFIELD
GOLD N.L.**

A.C.N 057 793 834

STOCK EXCHANGE ANNOUNCEMENT

CBA TO BE BEACONSFIELD GOLD'S NEW BANKER

The Directors are pleased to announce that the Company has accepted an offer from the Commonwealth Bank of Australia ("CBA") to provide a new package of banking facilities.

The new CBA facilities will comprise: -

- (a) A \$3 million overdraft facility to fund short term working capital requirements. Based on present cash balances and projected cash flows, it is anticipated that in normal circumstances this facility will not need to be drawn upon.
- (b) A \$3.35 million performance bond facility to support existing guarantee obligations without the requirement for cash collateral. This facility will free up \$2.35 million of cash funds which the Company is presently not able to access.
- (c) A gold hedging facility providing the Company with the ability to forward sell up to approximately 48,000 ozs of gold per year. This will give the Company the flexibility to lock in a percentage of its future gold production at attractive Australian dollar per ounce forward prices.

The CBA facilities will initially be available until 31 December 2006 and security arrangements will be similar to those for the existing facilities provided by the Company's current banker, Bank of Western Australia Limited

Completion is expected to take place early in the New Year, once the necessary legal documentation is finalized.

The replacement of the existing facilities has been a major priority of the Board for the past four months. The new relationship with CBA, in addition to releasing more than \$2 million of previously inaccessible Company cash funds, will provide the Company with considerably more financial flexibility going forward.

Brian Coulter
Acting Chief Executive Officer

7 December 2004