

BEACONSFIELD GOLD NL

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BEACONSFIELD GOLD NL AND CONTROLLED ENTITIES

**ASX APPENDIX 4D AND FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2007**

ABN 22 057 793 834

ASX CODE: BCD

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ASX APPENDIX 4D

HALF-YEAR FINANCIAL REPORT TO 31 DECEMBER 2007

RESULTS FOR ANNOUNCEMENT TO THE MARKET

	31 December 2007 \$'000	31 December 2006 \$'000	Percentage increase/ (decrease)
Total revenue from ordinary activities	11,727	709	1,554.0
Net loss after tax attributable to members	(20,849)	(3,753)	455.5

Dividends

Interim dividend per share	NIL	NIL
Final dividend per share	NIL	NIL
Record date for determining entitlement to dividend	Not Applicable	

	31 December 2007 \$	31 December 2006 \$
Net Tangible Assets per share	0.04	0.10

Explanation of Results

In summary for the half-year ended 31 December 2007:

The net loss after tax attributable to members for the half-year of \$20.849 million includes the parent entity's share (\$11.724 million) of the \$13.2 million loss of the Allstate Explorations NL ("Allstate") group for the full half-year following the acquisition of a controlling interest in the Allstate group on 30 April 2007.

The increase in reported net loss compared to the December 2006 half-year mainly reflects: -

- (a) increased mine costs, associated with the progressive re-commissioning of mining operations, and higher depreciation and amortisation charges (production based), partly offset by increased revenue;
- (b) inclusion of the results of the Allstate group (refer above), which were not included in the 2006 result; and
- (c) net derivative losses of \$6.301 million (2006: gain of \$0.810 million) following the close-out of gold forward sales contracts of approximately 45,000 ounces in November 2007, of which \$5.149 million was attributable to the Allstate group.

Beaconsfield Gold is continuing to advance funds to Allstate to meet its share of mine costs and corporate obligations.

Refer to the commentary in the Directors' Report for more information.

CORPORATE INFORMATION

ABN 22 057 793 834 ASX CODE BCD

Directors

D E Clarke	Non-Executive Chairman
M W Trumbull	Non-Executive Director
W Tsingos	Non-Executive Director
K J Perrin	Non-Executive Director

Chief Executive Officer

W T Colvin

Company Secretary

B D Coulter

Registered Office and Principal Place of Business

Level 7, Exchange Tower
530 Little Collins Street
Melbourne Vic 3000

Telephone:	(03) 9909 7401
Facsimile:	(03) 9909 7402
Website:	www.beaconsfieldgold.com.au
E-mail:	enquiries@beaconsfieldgold.com.au

Mine Site Office

5 West Street
Beaconsfield TAS 7270

Telephone:	(03) 6383 6500
Facsimile:	(03) 6383 6590

Share Registry

Computershare Investor Services Pty Limited
PO Box 103
Abbotsford Vic 3067

Telephone:	(03) 9415 5000
	(03) 9415 4661 (Investor Contact)
	1300 136 250 (Investor Contact)

Facsimile:	(03) 9473 2500
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Website:	www.computershare.com
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Auditor

Ernst & Young
8 Exhibition Street
Melbourne Vic 3000

Banker

Commonwealth Bank of Australia
Level 14
385 Bourke Street
Melbourne Vic 3000

BEACONSFIELD GOLD NL
HALF-YEAR FINANCIAL REPORT 31 DECEMBER 2007

Your directors submit their report for the half-year ended 31 December 2007.

DIRECTORS

The names of the Company's directors in office during the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

D E Clarke – Chairman

M W Trumbull

W Tsingos

K J Perrin

PRINCIPAL ACTIVITIES

The principal activities of the Company during the half-year were:

- to produce gold through the operation of the Beaconsfield Gold Mine in north-east Tasmania; and
- mineral exploration in Australia.

There have been no significant changes in the nature of those activities during the period.

Following the consolidation of mine ownership in April 2007, the expanded Beaconsfield Gold group, which now includes the Allstate group, has a 100% direct interest in the unincorporated Beaconsfield Mine Joint Venture ("BMJV"). As at 31 December 2007, members of Beaconsfield Gold NL had an overall 94.88% equity interest in the Beaconsfield Mine (based on voting rights, and 94.24% based on total shares on issue). Allstate Explorations NL, the 90.06% owned subsidiary of Beaconsfield Gold as at 31 December 2007 (based on voting rights, and 88.82% based on total shares on issue), is Manager of the BMJV.

CONSOLIDATED RESULT

The consolidated loss for the half-year after income tax and minority interests was \$20.849 million (31 December 2006 half-year: loss of \$3.753 million). This was after providing \$1.617 million for depreciation and amortisation and \$0.747 million for finance costs. The increased loss compared to the previous half-year was due mainly to: -

- increased mine costs, associated with the progressive re-commissioning of mining operations, and higher depreciation and amortisation charges (production based), partly offset by increased revenue;;
- consolidation of the results of the Allstate Explorations NL group (\$13.2 million loss – Beaconsfield Gold NL share: \$11.724 million) for the December 2007 half-year following the acquisition of a controlling interest in the Allstate group on 30 April 2007; and
- net derivative losses of \$6.301 million (2006: gain of \$0.810 million) following the close-out of gold forward sales contracts of approximately 45,000 ounces in November 2007, of which \$5.149 million was attributable to the Allstate group.

Net assets at 31 December 2007 were \$12.171 million (30 June 2007: \$26.518 million).

REVIEW OF FINANCIAL RESULTS

The financial results for the 31 December 2007 half-year for Beaconsfield Gold are summarised in the following table:

	31 Dec 2007 \$'000	31 Dec 2006 \$'000
Gold and silver sales revenue	11,410	438
Other revenue (excluding interest)	34	897
Total revenue (excluding interest)	11,444	1,335
EBITDA	(20,261)	(3,753)
Net loss after tax and minority interests	(20,849)	(3,753)
Basic loss per share (cents)	(7.84)	(1.98)
Interim dividend declared per share	-	-

REVIEW OF OPERATIONS

1. Beaconsfield Mine

The re-commissioning of underground operations was completed late in the December 2007 quarter with the establishment of footwall drives to provide access to drill and fire the first stoping panel. Stopping in the Western Zone is based on a non-entry method of mining utilising footwall drives to provide drill and loader access whilst keeping all personnel remote from the orebody during stoping. A full mining cycle of remote drilling, charging, firing, bogging and backfilling was successfully completed in the 915/930 m level stoping block. A new Simba M4C longhole drilling rig was purchased and is delivering improved drilling accuracy, with remote laser scanning of the blasted void showing minimal unplanned dilution.

The completion of the next set of footwall drives that access the high grade Western Zone below the 930m level and down to the 980m level is now being pursued as a priority. Once completed, a second high grade production area will be made available, allowing greater mining flexibility and continuity of supply of high grade ore to the mill. This development is scheduled to be completed in March 2008.

An additional twin boom drilling rig has been sourced from a contractor to accelerate short-term development rates in the hangingwall diamond drill drive and the decline whilst the development of footwall drives on the lower levels of the Western Zone are completed. The additional development crew commenced in February 2008 and the immediate priority is to advance the hangingwall diamond drill drive and provide a platform for deep drilling of the Tasmania Reef below existing reserves.

Sill driving in the Eastern Zone continued to define better results than indicated by the previous diamond drilling, resulting in an upgrade to the resource model and significantly increased reserve tonnages. Planning work will now take place to identify opportunities to lift the mining rate and utilise spare capacity in the processing plant with the aim of increasing annual gold production.

The ore treatment plant operated throughout the half year on a campaign basis while the mine was being re-commissioned to produce 12,843 ounces of gold. All areas of the plant performed well, including the bacterial leach circuit.

2. BMJV Expenditure

Operating and re-commissioning expenditure incurred during the half year totalled \$22.454 million.

The Federal Government has assisted in the safe re-opening of the mine by providing a grant of \$4.873 million to the BMJV through the Beaconsfield Community Fund, of which \$4.812 million had been received by the end of December 2007. The grant provides assistance with supernumerary payroll costs, development of the decline to access the deeper F21 zone and diamond drilling for additional resources.

3. Beaconsfield Gold Revenue

Total revenue from gold and by-product silver sales for the December 2007 half-year was \$11.410 million (31 December 2006: \$0.438 million). This is significantly higher than for the previous corresponding half-year reflecting the re-commissioning of mining operations during the December 2007 half-year, albeit still well below target long term production rates, as well as the inclusion of ALX's share of revenue for current half-year.

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HALF-YEAR FINANCIAL REPORT 31 DECEMBER 2007

4. BMJV Ore Reserves/Resources

An updated Resource and Reserve Statement was released in early January 2008. The reported Identified Mineral Resource for the Tasmania Reef at Beaconsfield, Tasmania as at 30 November 2007 was:

Measured Resource	307,000t @ 17.8g/t Au (175,000 ounces contained gold)
Indicated Resource	503,000t @ 15.1g/t Au (244,000 ounces contained gold)
Inferred Resource	63,000t @ 12.2g/t Au (25,000 ounces contained gold)
Total Resource	873,000t @ 15.8g/t Au (444,000 ounces contained gold)

This resource estimate resulted from

- addition to the database of grade control data collected during ore development since the completion of the previous estimate,
- production depletion to date, and
- updating of the orebody wireframe model.

The new Mineral Resource is almost identical to the previously announced Mineral Resource as at 31 March 2006 (881,000 tonnes at 15.6g/t Au for 443,000 ounces) despite production since that time. Improvements to the resource modelling methodology and the upgrade resulting from the inclusion of grade control data from sill driving in the eastern zone of the mine since 31 March 2006 has effectively matched the resource depletion through production. Based on experience to date, it is expected that ongoing sill driving in the eastern and F21 zones will result in additional increases to Tasmania Reef resources over time.

The Ore Reserve for the Tasmania Reef at the Beaconsfield Mine as at 30 November 2007 was estimated as:

Proved Reserve	392,000t @ 12.0g/t Au (151,000 ounces contained gold)
Probable Reserve	703,000t @ 8.6g/t Au (194,000 ounces contained gold)
Total Reserve	1,095,000t @ 9.8g/t Au (346,000 ounces contained gold)

The previous Total Reserve as at 31 December 2005 was estimated as 506,000 tonnes at 14.3g/t Au (233,000 ounces contained gold).

Contained gold has increased by 113,000 ounces (48%). Allowing for reserve depletion from mine production (estimated to be 44,000 ounces), the increase is 157,000 ounces (67%).

A further exercise is planned to examine if the cut-off assumption of 6g/t, which has been used for a number of years, should be reduced in light of the current strength of the gold price.

A diamond drilling program has been planned to further increase gold resources by testing the Tasmania Reef below the F21 Zone over 300 vertical metres between 1200 and 1500 metres depth from surface. A drill drive is currently under development on the 1090m level to provide access for two diamond drill rigs and drilling with the first rig is planned to commence as soon as a suitable caddy becomes available. The second rig will commence when the drive is completed, expected to be during the June 2008 quarter.

5. Exploration

5.1 Beaconsfield Regional

An aggressive regional program is planned for 2008 targeting repeats of the Tasmania Reef which has to date demonstrated a 2 million ounce endowment. This is in addition to the planned drilling to test for depth extensions of the existing Tasmania Reef resource.

5.2 Stavely Project, Western Victoria

Drilling of the Thursdays Gossan supergene chalcocite-blanket copper prospect has been deferred until March 2008 after the drill rig that had been secured was delayed by flooding in NSW. The aircore program will aim to bring the previously identified mineralisation to resource status as well as targeting the extension of the mineralisation to the south.

A soil sampling program has also been designed to extend the nearby large Fair View gold anomaly.

A subsidiary of Beaconsfield Gold NL has been awarded a grant of \$80,000 under the first round of the Victorian Government's Rediscover Victoria Drilling ("RVD") program to support a four-hole diamond drilling program. Drilling is planned to commence in the June 2008 quarter.

The program will test for a new nickel sulphide deposit at Thursdays Gossan East where nickel silicate bearing serpentinite is found close to a large hydrothermal and magmatic intrusive system and potential sulphur source. Previous near surface geochemical results in shallow drill holes have recorded highly anomalous nickel values of up to 1.0% nickel. The overall setting of a heat/fluid source next to nickel bearing ultramafic rocks associated with Cambrian Volcanics is considered to be similar to that of Allegiance Mining's Avebury Nickel Mine on the west coast of Tasmania.

5.3 Lefroy, Tasmania

On 29 February 2008 the Company executed an agreement with Lefroy Resources Limited ("LEF") to acquire 100% of LEF's exploration tenement package covering much of the north-east Tasmanian gold province. The tenements cover over 800 square kilometres and contain at least three known goldfields which have supported total historic production in excess of 500,000 ounces of gold. LEF spent a total of \$4.6 million exploring the tenements since 2004.

Under the agreement, the Company will issue 4.1 million shares to LEF, escrowed for 12 months, and pay a 2% gross metal royalty to LEF on all future gold production from the tenements.

6. Gold Hedging

During November 2007, the Group's entire remaining gold hedge position of approximately 45,000 ounces of spot deferred sales was closed out using a banking facility provided by the Commonwealth Bank of Australia. At the current spot price of gold of around A\$1,030 per ounce, the potential benefit of closing out these positions is now in excess of \$5 million.

A total of 70,226 ounces of gold forward sales positions have now been closed out since the temporary mine closure in April 2006, at which time total Group hedging was 76,166 ounces. The balance of 5,940 ounces of hedging was delivered into from mine production since that time.

The Group is now completely unhedged and all production from the Beaconsfield Mine is available for delivery at the spot price.

7. Consolidation of Mine Ownership

The takeover bid for Allstate Explorations NL closed on 12 July 2007 with Beaconsfield Gold holding 90.06% of Allstate (based upon voting rights, and 88.82% based on total shares on issue). Under the terms of the bid a further 2.5 cents per fully paid share will be paid to the shareholders who sold their shares when the Allstate group achieves 30,000 ounces of attributable gold production from recommencement.

Through its 48.49% direct holding in the BMJV and its 90.06% equity ownership (88.82% total share ownership) of Allstate, Beaconsfield Gold now holds an overall 94.88% equity interest (based on voting rights, and 94.24% based on total shares on issue) in the Beaconsfield Gold Mine.

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The Company also acquired from Macquarie Bank \$48.000 million of debt owed by the Allstate Group to Macquarie for a total consideration of \$2.850 million. The final payment of \$2.150 million was made in early October 2007 to Macquarie after the mine had hoisted 40,000 tonnes of ore from the recommencement of mining and all notices issued by the Chief Mines Inspector had been rescinded. All the proceeds received from Beaconsfield Gold have been paid over by Macquarie to the 25 April 2006 workforce at the Beaconsfield Mine as a gift. The acquisition of the \$48.000 million debt means that the Beaconsfield Gold Group has an effective 100% economic interest in the mine until such time as these debts are fully repaid.

Beaconsfield Gold is continuing to advance funds to Allstate to meet its share of mine costs and corporate obligations.

8. Melick Investigation

Special investigator Greg Melick SC finalised an independent investigation into the 25 April 2006 incident in the underground workings of the Beaconsfield Mine. The report was tabled by Mr Melick on 5 September 2007 at the re-opening of the Coronial Inquest.

Whilst the report was not made public, a summary of the findings and recommendations released publicly noted that recommendations made by consultants before the incident had been adopted and that there was no suggestion that the 925m level not be mined.

The recommendations of the report are also consistent with the measures accepted in the Case for Safety for the Western Zone.

9. Business Interruption Insurance Claim

A number of Beaconsfield Gold group companies are pursuing a claim under their business interruption insurance policy following the 25 April 2006 incident and the temporary closure of the Beaconsfield Mine. The policy has a one month excess and is capped at \$50 million.

To date, the insurer has refused to provide an indemnity in respect of losses resulting from the mine closure. As a result, on 14 May 2007, the Beaconsfield Gold group filed a claim in the Supreme Court of Victoria claiming damages of \$45.5 million arising from the insurer's refusal to provide indemnity in breach of the terms of the policy. A preliminary trial to determine the true construction of a clause in the policy, that is considered key to the claim, was heard on 6 September 2007.

Following an adverse judgement, the group companies lodged an appeal with the Supreme Court of Victoria Court of Appeal on 24 October 2007. The Court has listed the appeal for August 2008.

10. Capital Raising

In September 2007 the Company placed 33.6 million new shares with sophisticated and professional investors at a price of \$0.23 per share. In addition, 2 million convertible notes were placed at \$0.25 each. These two placements raised \$8.2 million in total for working capital.

Principal terms for the notes are:

- Each note is convertible into one Beaconsfield Gold NL fully paid share at any time;
- Notes are redeemable at the end of two years if not converted; and
- Notes earn interest of 6% p.a., payable six-monthly in arrears.

In addition, in February 2008 the Company placed another 19.5 million new shares with sophisticated and professional investors at a price of \$0.23 per share to raise a total of \$4.500 million.

11. Bank Facility

In November 2007 the Company entered into new banking arrangements with the Commonwealth Bank of Australia, comprising a short term \$7.500 million Equity Bridging Facility and a \$7.500 million Working Capital Facility.

This funding was primarily used to close out all of the Group's hedging positions, including Allstate's hedges with Macquarie Bank Limited.

12. Approval to Issue Shares

At a Special General Meeting held on 4 December 2007, shareholders approved the issue of up to 60 million shares, within three months of that date, to sophisticated and professional investors at not less than 80% of the weighted market price in the preceding five trading days.

13. Cornerstone Investor

On 12 February 2008 the Company signed a Subscription Agreement with Malaysia Smelting Corporation Berhad (“MSC”) for a placement of 70 million BCD shares to MSC at a price of \$0.28 per share. The placement will raise a total of \$19.600 million, with the shares to be issued to MSC following the receipt of consent to remit the funds from the Malaysian central bank, Bank Negara. Upon completion of this placement in early March 2008 MSC will hold 18.9% of Beaconsfield’s issued capital.

On subscription, two MSC nominees will be appointed to the Board of Beaconsfield Gold NL.

14. Claim Against Allstate’s Previous Legal Advisor

The previously reported claim by Allstate, on its own behalf and as Manager of the BMJV, seeking damages for professional negligence against a legal firm continued to be progressed. There were no significant developments during the period.

ROUNDING

The amounts contained in this report and in the half-year financial report have been rounded to the nearest \$1,000 (unless otherwise stated) under the option available to the company under Australian Securities and Investments Commission (ASIC) Class Order 98/0100, dated 10 July 1998 (amended by ASIC 05/641) and issued pursuant to section 341(1) of the *Corporations Act 2001*. The Company is an entity to which the Class Order applies.

AUDITOR’S INDEPENDENCE DECLARATION

A declaration of independence has been provided by our auditors, Ernst & Young, and is attached at page 9.

Signed in accordance with a resolution of the directors.



D E Clarke
Director

29 February 2008

Auditor's Independence Declaration to the Directors of Beaconsfield Gold NL

In relation to our review of the financial report of Beaconsfield Gold NL for the half-year ended 31 December 2007, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the *Corporations Act 2001* or any applicable code of professional conduct.

A handwritten signature in cursive script, appearing to read 'Ernst & Young'.

Ernst & Young

A handwritten signature in cursive script, appearing to read 'Brett Croft'.

Brett Croft
Partner
29 February 2008

INCOME STATEMENT

HALF-YEAR ENDED 31 DECEMBER 2007

	Notes	CONSOLIDATED	
		31 Dec 2007 \$'000	31 Dec 2006 \$'000
Revenue	3(a)	11,727	709
Care and maintenance, mine reopening expenses and production costs		(22,454)	(4,648)
Depreciation and amortisation expenses		(1,617)	(6)
Finance costs	3(b)	(747)	(227)
Other expenses	3(c)	(3,044)	(1,250)
Other income	3(d)	94	859
Net derivative gains/(losses)	3(e)	(6,301)	810
Loss before income tax benefit		(22,342)	(3,753)
Income tax benefit		17	-
Loss after tax		(22,325)	(3,753)
Attributable to:			
Members of the parent entity		(20,849)	(3,753)
Minority interests	9(a)	(1,476)	-
		(22,325)	(3,753)

The 31 December 2007 results include the Allstate Explorations NL group which became part of the Beaconsfield Gold group on 30 April 2007.

EARNINGS PER SHARE (EPS)

Basic loss per share (cents)	(7.84)	(1.98)
Diluted loss per share (cents)	(7.84)	(1.98)
Dividend per share (cents)	-	-

BALANCE SHEET

AS AT 31 DECEMBER 2007

		CONSOLIDATED		
		AS AT 31 DECEMBER 2007 \$'000	AS AT 30 JUNE 2007 \$'000	
		Notes		
ASSETS				
Current Assets				
Cash			4,560	11,788
Trade & other receivables			2,125	1,854
Inventories			3,042	3,220
Total Current Assets			9,727	16,862
Non-Current Assets				
Financial assets			630	945
Property, plant & equipment			28,248	27,367
Exploration, evaluation & development			16,851	15,656
Intangible assets	9(b)		2,044	1,891
Other			483	474
Total Non-Current Assets			48,256	46,333
TOTAL ASSETS			57,983	63,195
LIABILITIES				
Current Liabilities				
Trade & other payables			8,258	12,323
Interest-bearing loans & borrowings	4		18,520	816
Provisions			1,898	1,896
Derivatives	3(e)		-	6,449
Other			537	701
Total Current Liabilities			29,213	22,185
Non-Current Liabilities				
Payables			2,179	2,123
Interest-bearing loans & borrowings	4		5,122	3,700
Provisions			5,737	5,560
Deferred tax liability			2,039	2,118
Other			1,522	991
Total Non-Current Liabilities			16,599	14,492
TOTAL LIABILITIES			45,812	36,677
NET ASSETS			12,171	26,518
EQUITY				
Share capital	5		113,960	106,397
Accumulated losses			(106,117)	(85,268)
Reserves			5,830	5,425
Parent entity interest			13,673	26,554
Minority interests	9(a)		(1,502)	(36)
TOTAL EQUITY			12,171	26,518

CASH FLOW STATEMENT

HALF-YEAR ENDED 31 DECEMBER 2007

	Notes	CONSOLIDATED	
		31 Dec 2007 \$'000	31 Dec 2006 \$'000
Cash Flows from Operating Activities			
Receipts from customers		9,895	1,619
Receipt of government grant		1,404	-
Payment to close out hedge book		(12,280)	-
Payments to suppliers & employees		(23,593)	(7,017)
Net Cash Flows used in Operating Activities		(24,574)	(5,398)
Cash Flows from Investing Activities			
Interest received		301	195
Proceeds from sale of fixed assets		15	202
Proceeds from sale of ALX shares		2	-
Acquisition of minority interests	9(c)	(25)	-
Payments of costs incurred in acquisition of minority interests	9(c)	(26)	-
Payment of outstanding amounts relating to acquisition of subsidiary		(30)	-
Payment of costs incurred in acquisition of subsidiary		(89)	-
Payment of outstanding amounts relating to purchase of Macquarie Debt		(2,150)	-
Purchase of plant & equipment		(436)	(134)
Mine development & exploration expenditure		(1,942)	(346)
Net Cash Flows used in Investing Activities		(4,380)	(83)
Cash Flows from Financing Activities			
Proceeds from borrowings		17,400	-
Payment of costs associated with new borrowing facilities		(200)	-
Proceeds from issue of shares		7,723	6,348
Payment of share issue costs		(345)	(367)
Proceeds from convertible notes		500	-
Payment of costs associated with convertible notes		(21)	-
Interest paid		(126)	(15)
Repayment of indemnity for Allstate Group relating to pre acquisition activities		(3,852)	-
Proceeds from indemnity for Allstate Group relating to pre acquisition activities		268	-
Repayment of lease principal		(620)	(204)
Net Cash Flows from Financing Activities		20,727	5,762
Net Increase/(Decrease) in Cash		(8,227)	281
Cash at Beginning of the Financial Period		11,788	8,144
Cash at End of the Financial Period	10	3,561	8,425

STATEMENT OF CHANGES IN EQUITY

HALF-YEAR ENDED 31 DECEMBER 2007

	Attributable to Equity Holders of the Parent				Minority Interest	Total Equity
	Issued Capital \$'000	Accumulated Losses \$'000	Other Reserves \$'000	Total \$'000	\$'000	\$'000
As at 1 July 2006	88,343	(70,375)	148	18,116	-	18,116
Equity transactions						
Issue of Shares	6,348	-	-	6,348	-	6,348
Transaction Costs	(198)	-	-	(198)	-	(198)
Share Based Payments	-	-	18	18	-	18
Total equity transactions	6,150	-	18	6,168	-	6,168
Loss for the period	-	(3,753)	-	(3,753)	-	(3,753)
As at 31 December 2006	94,493	(74,128)	166	20,531	-	20,531
At 1 July 2007	106,397	(85,268)	5,425	26,554	(36)	26,518
Equity transactions						
Issue of Shares	7,723	-	-	7,723	-	7,723
Transaction Costs *	(160)	-	-	(160)	-	(160)
Acquisition of Minority Interests by the Parent	-	-	-	-	10	10
Put option over Minority Interest - reversal	-	-	313	313	-	313
Value of conversion rights for convertible notes *	-	-	17	17	-	17
Share Based Payments	-	-	75	75	-	75
Total equity transactions	7,563	-	405	7,968	10	7,978
Loss for the period	-	(20,849)	-	(20,849)	(1,476)	(22,325)
As at 31 December 2007	113,960	(106,117)	5,830	13,673	(1,502)	12,171

* These amounts have been tax effected

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2007

1. CORPORATE INFORMATION

The financial report of Beaconsfield Gold NL for the half-year ended 31 December 2007 was authorised for issue in accordance with a resolution of the directors on 29 February 2008.

Beaconsfield Gold NL is a no liability company incorporated in Australia whose shares are publicly traded on the Australian Stock Exchange. The registered office of Beaconsfield Gold NL is located at Level 7, Exchange Tower, 530 Little Collins Street, Melbourne, Victoria, 3000, Australia.

The nature of the operations and principal activities of the Consolidated Entity are described in the Directors' Report.

2. BASIS OF PREPARATION AND ACCOUNTING POLICIES

(a) Basis of preparation

This general purpose financial report for the half-year ended 31 December 2007 has been prepared in accordance with applicable accounting standards including AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Consolidated Entity as the full financial report.

It is recommended the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2007 and considered together with any public announcements made by Beaconsfield Gold NL during the half-year ended 31 December 2007 and up to the date of signing these accounts in accordance with the continuous disclosure obligations of the *Corporations Act 2001* and the ASX listing rules.

The half-year financial report has been prepared on a historical cost basis, except for derivative financial instruments and available-for-sale assets that have been measured at fair value. For the purpose of preparing the half-year financial report, the half-year has been treated as a discrete reporting period.

Apart from the changes in accounting policy and disclosures noted below, the accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

(b) Changes in Accounting Policy and Disclosures

Since 1 July 2007 the Group has adopted the following Standards and Interpretations, mandatory for annual periods beginning on or after 1 January 2007. Adoption of these Standards and Interpretations did not have any effect on the financial position or performance of the Consolidated Entity.

- AASB 7 *Financial Instruments: Disclosures*
- AASB 2005-10 Amendments to Australian Accounting Standards (AASB 132, 101, 114, 117, 133, 139, 1, 4, 1023 and 1038)
- AASB Interpretation 11 *Group and Treasury Share Transactions*
- AASB 2007-4 Amendments to Australian Accounting Standards arising from ED 151 and Other Amendments (AASB 1, 2, 3, 4, 5, 6, 7, 102, 107, 108, 110, 112, 114, 116, 117, 118, 119, 120, 121, 127, 128, 129, 130, 131, 132, 133, 134, 136, 137, 138, 141, 1023 & 1038)
- AASB 2007-7 Amendments to Australian Accounting Standards (AASB 1, AASB 2, AASB 4, AASB 5, AASB 107 & AASB 128)

(c) Basis of Consolidation

The consolidated financial statements comprise the financial statements of Beaconsfield Gold NL and its subsidiaries as at 31 December 2007 (the "Consolidated Entity").

In preparing the consolidated financial statements, all intercompany balances and transactions, income and expenses and profit and losses resulting from intra group transactions have been eliminated in full.

Minority interests not held by the Consolidated Entity are allocated their share of net profit after tax in the income statement and are presented within equity in the consolidated balance sheet, separately from parent shareholders' equity.

BEACONSFIELD GOLD NL
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		CONSOLIDATED	
		31 Dec 2007	31 Dec 2006
		\$'000	\$'000
3.	REVENUE AND EXPENSES		
Loss before income tax expense includes the following revenues, income and expenses whose disclosure is relevant in explaining the performance of the Consolidated Entity:			
(a)	Revenue		
	Revenue from sale of gold & silver	11,410	438
	Interest received	283	233
	Other revenue	34	38
		11,727	709
(b)	Finance costs		
	Interest expenses	(413)	(5)
	Borrowing expenses	(158)	(87)
	Unwind of rehabilitation provision discount	(176)	(135)
		(747)	(227)
(c)	Other expenses		
	Royalties	(147)	(13)
	Administration	(2,367)	(1,219)
	Share-based payments	(75)	(18)
	Exploration expensed during the period	(12)	-
	Write back of debt to Allstate banker	(128)	-
	Diminution in value of financial asset	(315)	-
		(3,044)	(1,250)
(d)	Other income		
	Beaconsfield Community Fund grant income	79	777
	Profit on sale of fixed assets	15	82
		94	859
(e)	Net derivatives gains/ (losses)		
	Loss on close out of gold forward sales contracts during the period	(12,280)	(1,097)
	Movement gain/ (loss) in fair value of ineffective gold forward sales contracts	(470)	1,907
	Reversal of previously recognised loss on ineffective gold forward sales contracts closed out during the period	6,449	-
		(6,301)	810

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		CONSOLIDATED	
		31 Dec 2007	30 June 2007
		\$'000	\$'000
4. INTEREST – BEARING LOANS & BORROWINGS			
Current			
Bank overdraft		999	-
Secured loans*		16,868	-
Lease liabilities		653	816
		18,520	816
*Includes \$15 million due to the Commonwealth Bank of Australia, comprising			
(a) equity bridging facility (\$7.5 million repayable in March 2008); and			
(b) working capital facility (\$7.5 million repayable by 30 November 2008.)			
Non-Current			
Convertible notes		4,212	3,647
Lease liabilities		910	53
		5,122	3,700
5. ISSUED CAPITAL			
(a) Issued and paid up capital			
Ordinary shares fully paid – Listed		113,942	106,379
Partly paid shares – Unlisted		18	18
		113,960	106,397
(b) Movements in shares on issue			
	Number of Shares (‘000)	\$'000	
<i>(i) Ordinary shares fully paid:</i>			
At 1 January 2007	212,194	94,475	
Issued during the period	35,006	12,190	
Less transaction costs (tax effected)	-	(286)	
At 30 June 2007	247,200	106,379	
Issued during the period	33,580	7,723	
Less transaction costs (tax effected)	-	(160)	
At 31 December 2007	280,780	113,942	
<i>(ii) Partly paid shares</i>			

No partly paid shares were issued or converted during the period 1 January 2007 to 31 December 2007.

6. CONTINGENT ASSETS AND LIABILITIES

Since the last annual reporting date, there has been no material change in any contingent liability or contingent asset other than: -

Allstate Banker (Contingent Liability)

The amount repayable to Allstate's banker which is contingent on an increase in recoverable reserves (\$2.064 million at 30 June 2007) reduced to \$1.936 million at 31 December 2007 due principally to repayments made and the recognition of increased liabilities as a result of an increase in total recoverable reserve ounces on which the total amount repayable is based.

Insurance Claim (Contingent Asset)

A number of Beaconsfield Gold group companies are pursuing a claim under their business interruption insurance policy following the 25 April 2006 incident and the temporary closure of the Beaconsfield Mine. The policy has a one month excess and is capped at \$50 million.

To date, the insurer has refused to provide an indemnity in respect of losses resulting from the mine closure. As a result, on 14 May 2007, the Beaconsfield Gold group filed a claim in the Supreme Court of Victoria claiming damages of \$45.5 million arising from the insurer's refusal to provide indemnity in breach of the terms of the policy. A preliminary trial to determine the true construction of a clause in the policy, that is considered key to the claim, was heard on 6 September 2007.

Following an adverse judgement, the group companies lodged an appeal with the Supreme Court of Victoria Court of Appeal on 24 October 2007. The Court has listed the appeal for August 2008.

7. EVENTS AFTER THE BALANCE SHEET DATE

Share Placement

In early February 2008 the Company placed 19.5 million new shares with sophisticated and professional investors at a price of \$0.23 per share to raise a total of \$4.5 million.

Cornerstone Investor

On 12 February 2008 the Company signed a Subscription Agreement with Malaysia Smelting Corporation Berhad ("MSC") for a placement of 70 million BCD shares to MSC at a price of \$0.28 per share. The placement will raise a total of \$19.6 million, with the shares to be issued to MSC following the receipt of consent to remit the funds from the Malaysian central bank, Bank Negara. Upon completion of this placement in early March 2008 MSC will hold 18.9% of Beaconsfield's issued capital.

On subscription two MSC nominees will be appointed to the Board of Beaconsfield Gold NL.

Acquisition of Lefroy Tenements East of Beaconsfield

On 29 February 2008 the Company executed an agreement with Lefroy Resources Limited ("LEF") to acquire 100% of LEF's exploration tenement package covering much of the north-east Tasmanian gold province. The tenements cover over 800 square kilometres and contain at least three known goldfields which have supported total historic production in excess of 500,000 ounces of gold. LEF spent a total of \$4.6 million exploring the tenements since 2004.

Under the agreement, the Company will issue 4.1 million shares to LEF, escrowed for 12 months, and pay a 2% gross metal royalty to LEF on all future gold production from the tenements.

8. SEGMENT INFORMATION

The group operates within the gold mining industry in Australia. Its principal activities are the production of gold at the Beaconsfield Gold Mine through its participation in the Beaconsfield Mine Joint Venture, and mineral exploration in Australia.

Seasonality

The Consolidated Entity's operations are not affected by cyclical or seasonal changes.

	CONSOLIDATED	
	31 Dec 2007 \$'000	30 June 2007 \$'000
9. MINORITY INTERESTS		
(a) Minority interests in Allstate Explorations NL comprises:		
Interest in Accumulated Losses at beginning of the period	(15,332)	-
Add: Share of Accumulated Losses at date of acquisition	-	(15,303)
Less: Acquisition of minority interests by parent entity	4,151	-
Add: Interest in loss after income tax for the period	(1,476)	(29)
Interest in Accumulated Losses at end of the period	(12,657)	(15,332)
Interest in Share Capital at beginning of the period	7,617	-
Add: Interest in Share Capital	-	7,617
Less: Acquisition of minority interests by parent entity	(2,062)	-
Interest in Share Capital at end of the period	5,555	7,617
Interest in Business Combination Asset Revaluation reserve at beginning of the period	7,679	-
Add: Interest in Business Combination Asset Revaluation Reserve	-	7,679
Less: Acquisition of minority interests by parent entity	(2,079)	-
Interest in Business Combination Asset Revaluation Reserve at end of the period	5,600	7,679
Total Minority Interests	(1,502)	(36)
(b) Purchase consideration on acquisition of minority interests		\$'000
Acquisition of minority interests subsequent to 30 June 2007		115
Direct costs relating to the acquisition		28
Total purchase consideration		143
Carrying value of minority interests acquired		(10)
Goodwill		153
Impact on goodwill		
Opening balance of goodwill		1,891
Additional goodwill recognised on acquisition of minority interests (refer above)		153
Closing balance of goodwill		2,044

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(c) Outflow of cash to acquire minority interests	\$'000
Consideration (refer 9(b) above)	143
Less:	
Acquisition of minority interests paid subsequent to 31 December 2007	90
Transaction costs paid subsequent to 31 December 2007	2
Cash paid to 31 December 2007	<u>51</u>
<i>Comprises:</i>	
Acquisition of minority interests paid to 31 December 2007	25
Transaction costs paid to 31 December 2007	26
Cash paid to 31 December 2007	<u>51</u>

10. CASH AND CASH EQUIVALENTS

Reconciliation of Cash

For the purposes of the Cash Flow Statement, cash and cash equivalents comprised the following at 31 December:

	CONSOLIDATED	
	31 Dec 2007 \$'000	31 Dec 2006 \$'000
Cash at bank & in hand	<u>4,560</u>	<u>8,425</u>
Bank overdraft	<u>(999)</u>	<u>-</u>
	<u>3,561</u>	<u>8,425</u>

11. CHANGES IN COMPOSITION OF THE CONSOLIDATED ENTITY

Since the last annual reporting date, other than the acquisition of some additional minority interests of ALX Explorations NL (note 9), there have been no other significant changes in the composition of the Consolidated Entity.

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Beaconsfield Gold NL, I state that:

In the opinion of the directors:

- (a) the half-year financial statements and notes of the Consolidated Entity are in accordance with the *Corporations Act 2001* including:
 - (i) giving a true and fair view of the financial position as at 31 December 2007 and the performance for the half-year ended on that date of the Consolidated Entity; and
 - (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



D E Clarke
Director

29 February 2008

Independent auditor's review report to members of Beaconsfield Gold NL

Report on the Half-Year Financial Report

Scope

We have reviewed the accompanying half-year financial report of Beaconsfield Gold NL, which comprises the balance sheet as at 31 December 2007, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, other selected explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' Responsibility for the half-year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and other mandatory financial reporting requirements in Australia. As the auditor of Beaconsfield Gold NL and the entities it controlled during the half-year, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

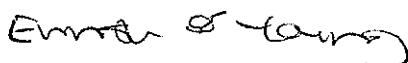
Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We have given to the directors of the company a written Auditor's Independence Declaration, a copy of which is included in the Directors' Report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Beaconsfield Gold NL is not in accordance with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2007 and of its performance for the half-year period ended on that date; and
- (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



Ernst & Young



Brett Croft
Partner
Melbourne
29 February 2008