



ASX REPORT TO SHAREHOLDERS

11 December 2012

Red5 Limited

is a publicly listed
company on the ASX
- ticker symbol RED

*The Board strategy continues
to focus on the development
of Siana gold mine.*

Inquiries regarding
this report and company
business may be
directed to:

Gary Scanlan

Lead Director
(office) +61 8 9322 4455
(mob) +61 417 115 022, or

Colin G. Jackson

Chairman
(mob) +61 407 718 372

Investor Inquiries:
info@red5limited.com

Address & Registered Office:
Level 2, 35 Ventnor Avenue
West Perth 6005
Western Australia
Tel: (+61) 8 9322 4455
Fax: (+61) 8 9481 5950
Web: www.red5limited.com

Siana mine site – new production forecast

AMC Consultants Pty Ltd was appointed by the Company to deliver an independent mine plan for the next three years at the Siana gold mine in the Surigao del Norte region, on Mindanao Island in the Philippines. This report has been provided to Credit Suisse, which is mandated to provide financing in the form of a prepaid gold forward transaction, subject to credit and other internal approvals of Credit Suisse. The transaction is expected to close prior to end of the month.

AMC were instructed by the Company to specifically deliver a realistic and achievable forecast of ore production rates and to provide conservative estimates of the required mining equipment fleet configuration and numbers.

The report details completion of ore extraction from the current pit design which concludes in August 2016. The scope of the study did not include further cut backs as a consequence of lowering the cut-off grade nor the eventual transition to underground mining. The statistics provided below are for calendar years.

		2013	2014	2015	2016
Waste mined	<i>BCM</i>	3,880,287	1,965,047	494,215	90,551
Ore mined	<i>tonnes</i>	994,347	1,063,696	1,082,089	616,811
Ore milled	<i>tonnes</i>	985,200	1,035,840	1,042,080	693,822
Grade	<i>g/t</i>	2.74	2.88	3.57	2.45
Gold produced	<i>ounces</i>	72,619	80,906	104,621	44,692

Gold production for the six months to June 2013 is forecast at 36,000 ounces. Cash and total costs are currently under review by the Company although no material change is anticipated.

Mine productivity statistics improved in November. Ongoing improvements have been factored into a build-up of production into the first quarter of next year.

Underpinning these productivity improvements is the transfer of direct management of the contractor's mining operation across to the Company mining team and the introduction of new mining equipment to expand and change out the inefficient units within the present fleet. The production reforecast schedule is based upon these changes being fully implemented by the end of January 2013.

The Company has interviewed short listed high calibre candidates for the vacant position of Chief Executive Officer and expects to make an offer before the month end.

Gary Scanlan

Lead Director