



**ASX ACTIVITIES REPORT**  
**3 months ended**  
**30 September 2009**

**Red5 Limited**  
is a publicly listed company  
on the ASX  
- ticker symbol RED

*The Board strategy is to  
focus on the development  
of Siana.*

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

**Greg Edwards**  
*Managing Director*  
(office) +63 2 807 2790  
(mob) +61 408 370 582, or

**Lance Govey**  
*Executive Director - Technical*  
(office) +61 8 9322 4455  
(mob) +61 408 933 276

Investor Inquiries:  
[info@red5limited.com](mailto:info@red5limited.com)

Address:  
Level 2, 35 Ventnor Avenue  
West Perth 6005  
Western Australia  
Tel: **(+61) 8 9322 4455**  
Fax: **(+61) 8 9481 5950**  
Web: [www.red5limited.com](http://www.red5limited.com)

**OVERVIEW**

**Siana Gold Project, Philippines**

- Major statutory documentation submitted and approved at regional level by all stakeholders - includes the Three Year Development and Utilization Work Program, the Environmental Protection and Enhancement Program (EPEP), the Social Development Management Program (SDMP) and the Final Mine Rehabilitation and Decommissioning Plan (FMRDP)
- Issue of Notice to Proceed awaited

**Mapawa MPSA**

- Encouraging initial surface results with broad cross strike widths in two channels of 83 metres at 1.8 g/t Au (including 38 metres at 2.5 g/t Au) and 86 metres at 1.4 g/t Au (including 31 metres at 1.9 g/t Au)
- Analysis of Induced Polarisation survey to ascertain the potential for large-scale porphyry copper-gold mineralisation is pending
- Preparation for the commencement of a drill programme (including access and a baseline water quality survey) were completed

**Finance**

- Net cash position \$21.4 million (unaudited) at period close
- Indicative non-binding term sheets for project finance received from financial institutions

**Greg Edwards**  
*Managing Director*

29 October 2009

## CHAIRMAN'S REVIEW

**Momentum continued throughout the quarter including significant activity associated with completing the Notice to Proceed process, discussions with a wide range of existing and new financing counter parties and initial exploration at Mapawa.**

Four substantial documents, the Social Development Management Program, the Environmental Protection and Enhancement Program, the Final Mine Rehabilitation and Decommissioning Plan and the Three Year Development and Utilization Work Program, each of which complements the Environmental Compliance Certificate award, have been submitted to the Director of the Mines and Geosciences Bureau. This follows overwhelming endorsement by the three municipalities (Mainit, Tubod and Alegria) and six barangays (a total of 69 signatures), the Mine Rehabilitation Fund Committee and acceptance by MGB Region XIII. This completes all of the formalities necessary for a "Notice to Proceed" consent.

On the financing front, the Company is in receipt of several indicative non-binding term sheets. The offers currently under review range from bank debt to various forms of gold financing.

The normal spectrum of financing issues are inherent in these offers, including bank covenants, particularly cash sweeps and hedge commitments, secured versus unsecured and the consequential impact on fees, margins and default risks. Where the offers are seen as potentially attractive, subsequent discussions with management, and in one case, a site visit has already occurred. A modest equity raise to complete the financing, focusing on retaining maximum upside exposure to the gold price will be considered in due course once the majority of the finance is positioned.

Shareholders would also be pleased to see activity on the Mapawa MPSA. A community technical working group has been formed and an initial district water sampling programme completed. Together with an upgrade of the track and river crossing, these are the pre-requisites to the commencement of a drill programme. The first round of drilling will seek to confirm some of the historic drill data in near surface mineralisation and also test for potential copper-gold porphyry mineralisation below.

With key elements of the Siana project defined, renewed investor relations marketing efforts, assisted of course by a stronger gold price, has seen shareholder numbers reach record levels.

**The targets for the next quarter are: significant progress with the preferred funding package; the commencement of drilling at Mapawa MPSA; and a Notice to Proceed consent for Siana.**

**Colin G Jackson**  
*Chairman*

### COMPLIANCE PERMITTING PROGRESS

As alluded to in the Chairman's Review major final documents required for the Mine and Geosciences Bureau to issue a "Notice to Proceed" have been submitted and accepted at the regional level and are now awaiting final endorsement in Manila.

These documents are:

#### ***The Three Year Development and Utilisation Work Program***

This report presents an overview covering all aspects derived from the feasibility documentation but with an emphasis on activities, schedules and budgets for the first three project years from the commencement of early infrastructure installation, through plant construction and early production life.

#### ***The Environmental Protection and Enhancement Program (EPEP)***

This document largely draws upon the content of the EIS as it applies to the natural environment. Potential impacts on project land, water and air are described together with control measures, monitoring programmes and summary capital and annualised operating costs as applied to the environmental protection equipment and processes to be utilized on site.

#### ***The Social Development Management Program (SDMP)***

The SDMP expands upon baseline data supplied in the EIS with regard to the Community and socio-economic profile and defines in detail the organisation of, and mechanisms for the operation of the SDMP, five year budget allocations, five year target programmes and activities as expressed by the communities covering information dissemination, training, livelihood, infrastructure and social services, five year schedules, and monitoring mechanisms.

#### ***The Final Mine Rehabilitation and Decommissioning Plan (FMRDP)***

This plan includes a detailed risk assessment of possible negative impacts on the physical environment during operations and the implications for required rehabilitation. The closure plan includes remedial measures dealing with both the physical environment and social issues related to

the cessation of operations. Details of schedules for rehabilitation activities, budget estimates and post closure monitoring are included.

Each of these documents will be used as guidelines by the Environmental Management Bureau, Mine and Geosciences Bureau and various representative committees for monitoring during operations and post closure.

The Three Year Development and Utilization Work Program and SDMP will require re-issue at the conclusion of their respective 3 and 5 year terms.

### MAPAWA GOLD PROJECT – INITIAL RESULTS

Promising assays from preliminary geochemical sampling at the LSY prospect include two continuous sampling traverses across the strike of exposed veining and alteration with 83 metres at 1.8 g/t Au (including 38 metres at 2.5 g/t Au) and 86 metres at 1.4 g/t Au (including 31 metres at 1.9 g/t Au) respectively.

Results include individual multi-element grades of up to 51 g/t silver, 0.7% copper, 2.5% lead and 1.9% zinc.

Located 20km north of the Company's Siana Gold Project in Surigao del Norte province of northern Mindanao LSY is one of several prospects within the recently granted MPSA 280-2009-XIII, held by joint venture partner Merrill Crowe Corporation and subject to a possible, previously announced, US\$10.5 million earn-in by AngloGold Ashanti.

Stockwork veining exposed at LSY is underlain by historic drilling completed by Suricon, the former mine operator at Siana. The veining is similar in style to that encountered in many porphyry copper-gold systems.

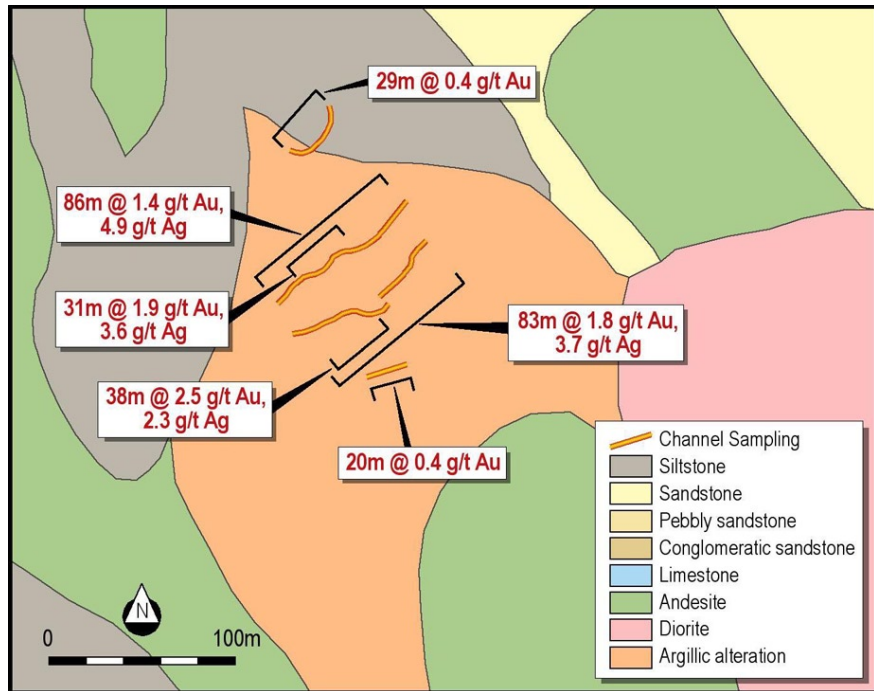
Available surface exposures of veining and alteration were channel sampled at one metre intervals across the strike of the mineralised zone. Best results were achieved in two centrally located traverses thirty metres apart and over 90 metres in length. Both displayed continuous gold mineralisation within the quartz veining and intervening clay matrix, ranging from 0.3 to 8.3 g/t.

## MAPAWA MPSA

Results from the southern traverse averaged 83 metres across strike at 1.8 g/t Au including a higher grade zone of 38 metres at 2.5 g/t Au.

The northern traverse averaged 86 metres across strike at 1.4 g/t Au and included a higher grade zone of 31 metres at 1.9 g/t Au.

A report is pending on the results of an extensive Induced Polarisation survey to ascertain the potential for a large-scale porphyry copper-gold deposit below the newly documented gold mineralisation.



LSY prospect channel sampling results.

## Competent Person Declarations

The information in this Public Report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on, and accurately reflects, information compiled by Mr G C Edwards, Mr W Darcey and Mr A L Govey who are full-time employees of Red 5 Limited and who are Members of The Australasian Institute of Mining and Metallurgy.

Mr Edwards, Mr Govey and Mr Darcey have sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Mr Govey, Mr Darcey and Mr Edwards consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

## CORPORATE INFORMATION

### Directors and Executive Management

**Colin Jackson** (Chairman)  
**Greg Edwards** (Managing Director)  
**Lance Govey** (Executive Director - Tech)  
**Peter Rowe** (Non-executive Director)  
**Gary Scanlan** (Non-executive Director)  
**Bill Darcey** (Project Manager)  
**Frank Campagna** (Company Secretary)  
**Lolot Manigsaca** (Philippines-based)  
**Manny Ferrer** (Philippines-based)  
**Attny E Panimogan** (Philippines-based)

### Registered Office

Level 2, 35 Ventnor Avenue  
 West Perth WA 6005  
 Telephone: +61 8 9322 4455  
 Facsimile: +61 8 9481 5950

### Stock Exchange Listing

Australian Stock Exchange  
 Ticker Symbol: RED

### Issued Capital

As at the date of this report,  
 issued capital – 659,288,043 shares  
 Unlisted options – 7,400,000

### Substantial Shareholders

Mathews Capital Partners 19.0%  
 AngloGold Ashanti Australia 10.2%  
 Ross Stanley 9.5%

### Shareholder Enquiries

Matters related to shares held, change of address and tax file numbers should be directed to:

Securities Transfer Registrar  
 770 Canning Highway  
 Applecross WA 6153  
 Telephone: +61 8 9315 2333  
 Facsimile: +61 8 9315 2233