

Appendix 5B

Mining exploration entity quarterly report

Name of entity

Red 5 Limited

ABN

73 068 647 610

Quarter ended ("current quarter")

31 December 2013

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for: (a) exploration and evaluation	-	-
(b) development	-	-
(c) production	-	-
(d) administration ¹	(1,388)	(2,100)
(e) legal fees	(176)	(360)
(f) mine site care and maintenance	(6,231)	(8,689)
<i>¹ Includes GST of \$207,000 mainly related to capital raising to be reimbursed in subsequent quarter</i>		
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	96	104
1.5 Interest and other costs of finance paid	(261)	(1,722)
1.6 Income taxes paid	-	-
1.7 Other: insurance claim proceeds	2,730	2,730
Net operating cash flows	(5,230)	(10,037)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) fixed assets and development	(1,046)	(1,186)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other	-	-
Net investing cash flows	(1,046)	(1,186)
1.13 Total operating and investing cash flows (carried forward)	(6,276)	(11,223)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(6,276)	(11,223)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	60,366	62,396
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	(19,082)	(27,937)
1.18	Dividends received	-	-
1.19	Other: proceeds from close out of gold collar hedge	-	3,443
	: release of borrowings placed in retention account	-	5,428
	: share issue expenses	(2,988)	(3,085)
	Net financing cash flows	38,296	40,245
Net increase/(decrease) in cash held		32,020	29,022
1.20	Cash at beginning of quarter/year to date	4,536	7,582
1.21	Exchange rate adjustments to item 1.20	98	50
1.22	Cash at end of quarter	36,654	36,654

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

	Current quarter \$A'000	
1.23	Aggregate amount of payments to the parties included in item 1.2	214
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	<div style="border: 1px solid black; padding: 5px;"> Payments to directors and director-related entities for executive salaries, directors fees and the provision of management services to the consolidated entity. </div>	

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Not applicable.

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Not applicable.

Appendix 5B
Mining exploration entity quarterly report

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash flows for next quarter

	\$A'000
4.1 Exploration and evaluation	-
4.2 Fixed assets and development	1,600
4.3 Production	-
4.4 Administration/Mine care and maintenance	2,500
Total	4,100

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	2,723	2,660
5.2 Deposits at call	3,931	1,876
5.3 Bank overdraft	-	-
5.4 Other: term deposits	30,000	-
Total: cash at end of quarter (item 1.22)	36,654	4,536

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements acquired or increased			

Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 *Ordinary securities Fully paid shares	759,451,008	759,451,008		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	603,663,000	603,663,000	10 cents	10 cents
7.5 *Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i> Options over fully paid shares	70,000 40,000 70,000 40,000	- - - -	<i>Exercise price</i> \$2.50 \$2.70 \$4.00 \$4.30	<i>Expiry date</i> 30.04.14 31.12.14 30.04.16 31.12.16
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Performance rights Performance rights	1,282,043	-		<i>Expiry date</i> 01.02.18
Issued during quarter	1,282,043	-		01.02.18
Vested during quarter				
7.12 Unsecured notes <i>(totals only)</i>				

Compliance statement

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
2. This statement does ~~not~~* (~~delete one~~) give a true and fair view of the matters disclosed.

Sign here: *Frank Campagna*
(Company Secretary)

Date: 31 January 2014

Print name: FRANK CAMPAGNA

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
3. Issued and quoted securities. The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
4. The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
5. Accounting Standards. ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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