



ASX REPORT TO  
SHAREHOLDERS

3 September 2014

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

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

**Mark Williams**  
*Managing Director*  
(tel) +61 8 9322 4455

or

**Joe Mobilia**  
*Chief Financial Officer*  
(tel) +61 8 9322 4455

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

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](http://www.red5limited.com)

## Siana Gold Project progress report

- Construction activities on tailings facilities and thickener on schedule.
- Tailings facilities estimated at 34% completed at end of August 2014.
- Thickener estimated at 40% completed at end of August 2014.

### Cease and Desist Order (CDO)

To date, solid progress has been made to meet the requirements for the removal of the CDO and the construction work is in line with the expected completion date before the end of 2014.

### Tailing storage facilities (TSFs)

Major milestones reached as at the end August include:

- TSF 3 and TSF 4 rock fill foundation blankets have been completed.
- Embankment lifts have commenced.
- Underdrains for TSF 3 have been completed and those for TSF 4 are 35% complete.
- Precast concrete sections for the decant towers have been fabricated and are ready for installation.
- 100% of the HDPE liner (80,000 m<sup>2</sup>) is due to arrive on site in early September.

Representatives from Knight Piesold, the engineering group which completed the design work on the tailing facilities, remain on site supervising the construction activities and providing quality control.



continued overleaf

Filipino consultant AMH Philippines Inc., has also been appointed to provide third party due diligence assessments and reviews of the TSF construction activities.

The principal mining contractor, Galeo Equipment and Mining Company (Galeo), continues to provide the mining equipment needed for the capital works and for the restart of mining activities.

The Company continues to liaise with the Department of Environment and Natural Resources (DENR) in order for the necessary permit amendments to be processed before the HDPE tailing facility can be completed. The absence of the amendment has not currently impaired the target completion date, however it will have a bearing if not delivered by the end of September 2014. Given the on-going dialogue with the DENR the Company remains confident this will occur.

Tailings facilities estimated at 34% completed at end of August 2014.

### **Thickener**

Major milestones reached as at the end August include:

- Civil foundations for the thickener and the cement silo are now 95% complete with all major concrete pours finished.
- Erection of the main thickener tank has started with installation of the central, outer columns, radial beams and floor plates almost complete.
- Fabrication of the cement silo is almost complete with transportation to site expected this week.
- Orders for long lead time components have been placed and are all expected to arrive on site within the critical path timeframe.

Outotec Pty Ltd, the original fabricators of the thickener, has been engaged to inspect the construction works, provide commissioning assistance and warranty on completion.

Thickener estimated at 40% completed at the end of August 2014.







### **Mining Activities**

Total material movement from the open pit since restart of mining activities in June 2014 has been approximately 275,000 BCM with most of this material used for the TSF construction activities with the balance of material used for the RoM pad extension.

In addition to the removal of waste for the tailings facility upgrades, considerable effort has been spent cleaning up sections of the pit which had deteriorated during the care and maintenance period.

To ensure the mill has sufficient feed to last through the wet season, additional ore is being stockpiled. During August approximately 9,000 tonnes of ore has been added to the existing stockpile which now totals approximately 52,000 tonnes.

### **Other Projects**

Work on the installation of additional dewatering bore pumps and the rehabilitation of existing bore pumps progressed during the period. The Company aims to have all bore pumps installed and operational before the end of October 2014.

With the connection to the external mains power remaining stable, the Company will now commence overhauling the existing three generators together with completing the installation of the additional 2MW genset.

### **Cash Position**

The cash position as at the end of August 2014 was \$33 million.

**Mark Williams**  
*Managing Director*