



ASX

Activities Report

for three months ended
30 September 2005

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

Greg Edwards
Managing Director

or

Lance Govey
Exploration Director

*Red 5 Limited is a publicly
listed company on the
ASX-ticker symbol RED.*

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

Investor Inquiries:
info@red5limited.com

OVERVIEW

Siana Gold Project, Philippines

- Increase in beneficial interest to 90 percent
- New country partner – Merrill Crowe Corporation
- Rights to long term land access over mine footprint secured
- Pre-feasibility study capital expenditure estimate near completion
- Community Assistance Programme – potable water reticulation system commissioned

Copper-gold porphyry exploration

- Two rigs operating at Alegria
- Second porphyry discovery at Vein 12 - ALDD3 intersects 167m copper-gold interval
- ALDD4 and ALDD5 completed, results pending

Corporate

- First Metro Investment Corporation country alliance
- Siana 10 percent interest purchase at deemed US\$1.65M (16.8 million shares issued)
- AngloGold Ashanti shareholding increases to 14.1 percent

Exploration - Montague JV, Australia

- Encouraging gold discovery at Gidgee

Finance

- Range River investment profitably liquidated
- Net cash position \$6.7 million

Greg Edwards
Managing Director
28 October 2005

Increased beneficial ownership of the Siana project, a new, better credentialed joint venture partner, a strategic alliance with First Metro, commissioning of the potable water reticulation system to the three villages nearest Siana, and the recommencement of exploration drilling on new copper-gold porphyry targets highlight a busy three months for Red 5.

However, delays with completion of the final engineering studies, and capital and operating cost estimates in the pre-feasibility study continue to frustrate management. On receipt of these estimates financial modelling can be completed to close out the study. An independent review of the mine optimisation, design and schedule is in progress.

Significant advances for the project were achieved with the introduction of Merrill Crowe Corporation as the new joint venture partner and securing of long term access to land covering the mine footprint. As a consequence of the transaction, Red 5 exercised pre-emptive rights and acquired an additional 10 percent interest for a consideration of 16.8 millions shares with the ultimate beneficial shareholders including Merrill Crowe, NM Rothschild & Sons, and AngloGold Ashanti.

In parallel, a country partner strategic alliance was formed with First Metro, the investment arm of Metropolitan Bank and Trust Company, the largest banking organisation in the Philippines. Under this alliance, First Metro will act as advisor in the identification of Philippines mine project acquisition opportunities inclusive of the provision of corporate and financial advice. A (dual) listing of Red 5 securities on the Philippine Stock Exchange is also under review.

This quarter also saw the recommencement of drilling on the new copper-gold porphyry targets identified by an extensive soil geochemistry and IP survey over the preceding four months. One hole, ALDD3 located near the Vein 12 workings at Alipao has been completed with alteration and mineralisation confirmatory of proximity to a higher grade porphyry core. The second and third holes in the programme ALDD4 and ALDD5, also located near Vein 12, have been completed to depths of 326 metres and 162 metres respectively (assay results awaited).

Commencement of a bankable feasibility study is anticipated during the December quarter with telescoped engineering design in order to minimise further delay.

Nicholas Smith

SIANA GOLD PROJECT

(Red 5 Limited 90% beneficial interest, Merrill Crowe Corporation)

Pre-feasibility Study

Further delays were experienced due to amendments to process design and therefore completion of capital and operating expenditure estimates, prior to financial modeling.

An independent review of the mine optimization, design and schedule is in progress.

The community water project, an integral element of the Community Assistance Programme, was commissioned, delivering potable water at a rate of 36,000 litres per day. The 7km/48 standpipe reticulation system supplies filtered and sterilized potable water from the Siana pit to the 2,400 inhabitants of the nearby villages of Cawilan, Siana and Dayano.



SIANA MPSA EXPLORATION

New results from the seven hole stratigraphic drilling programme (SMDD94-100) within a 2km radius of the pit included a 5m zone from 219m with maximum grades of 1.0g/t Au, 0.15% Cu and 0.21% Zn in SMDD94, and 2m from 159m at 1.5 g/t Au in SMDD95.

Copper-gold porphyry targets

Mapping and rock chip sampling continued, and a fourth IP target was defined in the Alegria-Madja area.

Drilling commenced on the Vein 12 anomaly (see figure) with angled hole ALDD3 completed at 624m depth, and ALDD4 and 5 completed post period with assays awaited (total 488m).

ALDD3 intersected strongly altered, mineralised multiphase diorite intrusions with 167m at 0.17% Cu and 0.15 g/t Au from 160m downhole. Higher grade intervals included 24m at 0.25% Cu and 0.18 g/t Au from 178m, and 36m at 0.21% Cu and 0.2 g/t Au from 261m.

The alteration and style of mineralisation indicates proximity to a potentially higher grade mineralised core and is similar to that intersected at the Madja prospect 1.5km to the southeast.

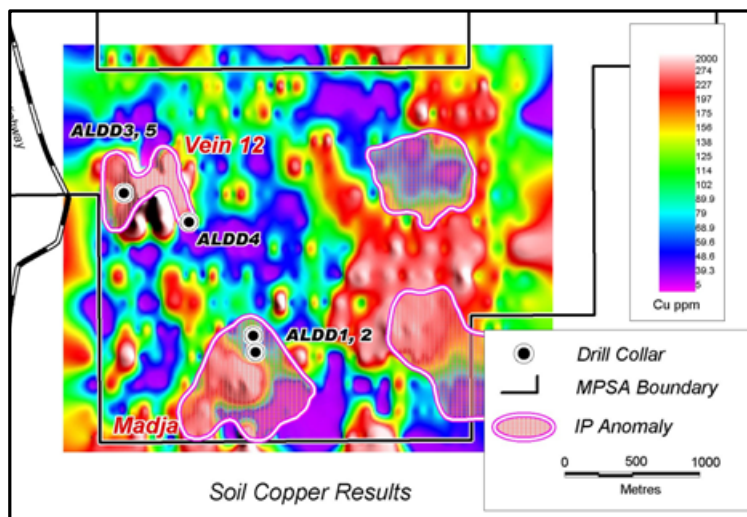
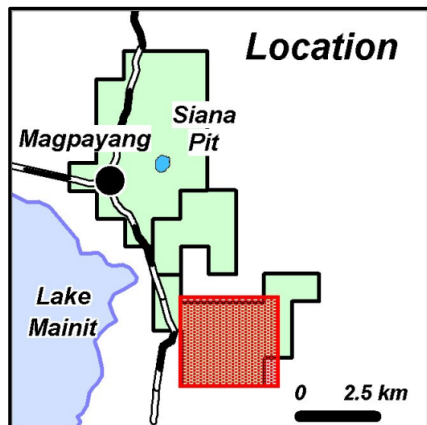
MONTAGUE JV

(Red 5 25%, Gateway Mining NL)

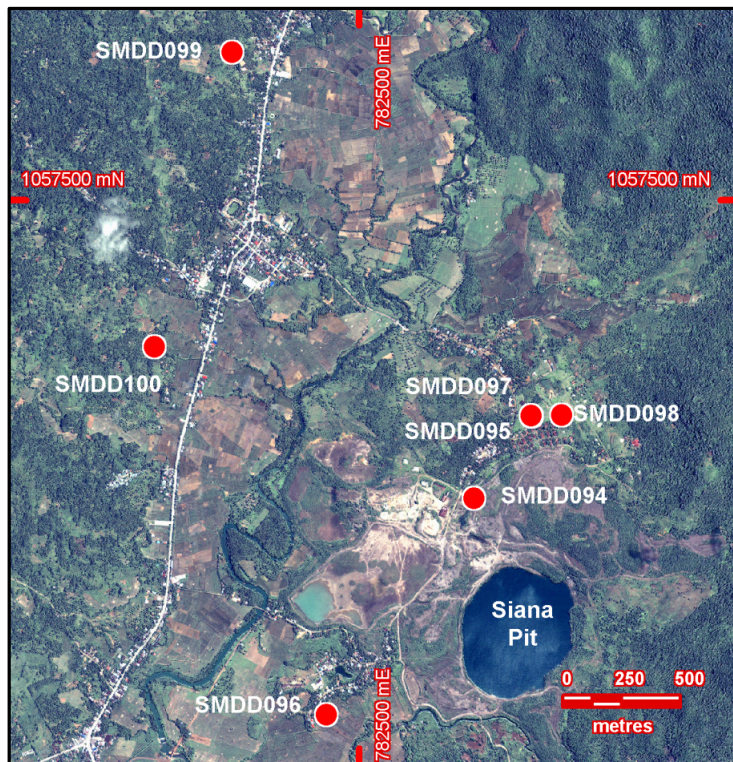
Project Manager, Gateway, announced confirmatory gold intersections in follow-up RC drilling at Julia's Fault within the Montague project area at Gidgee in Western Australia.

The discovery under 20 - 30 metres of transported cover is at the southern end of a 4.5km long structure anomalous in arsenic and antimony. The flat to gently dipping mineralised zone is judged to have potential for substantial tonnage.

Further drilling is planned.



Madja-Vein 12 diamond drill location plan



Siana diamond drill location plan

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. A L Govey and Mr. G C Edwards who are full-time employees of Red 5 Limited and who are Members of The Australasian Institute of Mining and Metallurgy. Mr Govey and Mr. Edwards 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. Mr Govey 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

Nicholas Smith	(Chairman)
Greg Edwards	(Managing Director)
Lance Govey	(Exploration Director)
Colin Jackson	(Non-executive Director)
Peter Rowe	(Non-executive Director)
Frank Campagna	(Company Secretary)
Manny Ferrer	(Philippines-based)
Attny E Panimogan	(Philippines-based)

Registered Office

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Stock Exchange Listing

Australian Stock Exchange
Ticker Symbol: RED

Issued Capital

As at the date of this report,
issued capital is 268,903,428 shares.

There are also 2,000,000 unlisted options
expiring on 31/12/2005.

Substantial Shareholders

AngloGold Ashanti Australia Limited 14.1%
Mathews Capital Partners 5.6%

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
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