



**ASX REPORT TO
SHAREHOLDERS**

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

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Siana Gold Project – progress update

- Cease and Desist Order lifted.
- HDPE tailings storage facility (HDPE TSF) stage 1 civil construction earth works completed. Sign off from Knight Piésold that construction was to the approved design and technical standard received.
- Commissioning of thickener and cement addition plant commenced.
- An estimated 195,000 tonnes of ore at 2.43 g/t is currently stockpiled.
- Current uncommitted cash position of approximately A\$13 million.

Cease and Desist Order

The Company is pleased to advise that it has received formal notification from the Philippine's Mines and Geoscience Bureau (MGB) that the Cease and Desist Order (CDO) over the processing operations at the Siana Gold Project has been lifted. The formal notification was received after the MGB performed a site inspection to verify the completeness of the three construction activities identified by the MGB as the pre-conditions for the lifting of the CDO.

Construction completion

The HDPE lined tailings storage facility stage 1 civil construction earth works has been completed, with sign off received from project engineers, Knight Piésold that construction was to the approved design and technical standard. Sign off for stage 1 of all three tailings facilities, including TSF3 and TSF4, has now been received from Knight Piésold.

Rehabilitation of process plant

Since June 2014, a complete examination has been undertaken to rehabilitate all the mechanical, electrical and process equipment for the Siana Process Plant. All of the key works-to-do activities have been closed out, enabling the operation of the plant to process material.

Production re-commencement

The lifting of the CDO enabled the commencement of final commissioning of the newly constructed thickener and cement addition plant with processing of ores, after which gold production will recommence.

An estimated 195,000 tonnes of ore at a grade of 2.43 g/t is stockpiled and will be used for final commissioning purposes and to provide feed to the mill during the current wet season.

The Company expects to provide production guidance including projected operating costs after commissioning has been completed and steady state operations have been achieved. The ramp-up to steady state operations is expected to take between 3-6 months, after plant commissioning is completed.

Cash position

Final estimated costs of completion for the tailings facilities, thickener and cement addition facility is expected to be A\$16.3 million of which approximately A\$4.6 million remains to be paid.

The current cash position of the Company is A\$18.0 million which leaves approximately A\$13.0 million available for working capital after allowing for project related outstanding commitments.

Mark Williams

Managing Director