



ASX ACTIVITIES REPORT
3 months ended
31 March 2012

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

Colin Jackson
Chairman
(office) +61 8 9322 4455
(mob) +61 407 718 372

Investor Inquiries:
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

OVERVIEW

Siana Gold Project, Philippines

- Commercial production declared post period end.
- Gold-silver doré shipments to Metalor, Geneva, attributable to commissioning totalled 735kgs.
- Capital cost (including commissioning) to commercial production totalled a gross US\$89.0 million (unaudited).
- Process plant construction/commissioning teams largely demobilised.
- Minor infrastructure (non-production) civils – junior staff accommodation, mess and road network completed.
- Pit dewatering progress behind schedule due to groundwater ingress at base of pit – additional pumping now operational.
- Pre-strip and cut-back movement – 1.0 million bcm this period and 3.9 million bcm year-to-date.
- Production guidance for 2012/2013 – 75,000 ounces at sub US\$340 per ounce cash cost and US\$655 per ounce total cost.

Exploration

- Siana extension holes SMDD128 following up new mineralisation in the northeast of the pit recorded 10 metres at 4.0g/t Au, 7 metres at 11.8g/t Au and 3 metres at 9.7g/t Au and SMDD148 targeting the main limestone reported a number of narrow intersections including 1 metre at 10.5g/t Au. Drilling around the pit has now ceased.
- Geochemical soil sampling in the Spandonis region to the north east of the Siana has identified gold anomalism up to 388ppb Au over 250m width - open to the north.
- Alegria copper porphyry target, 8km south of the mine - site access preparation has commenced.

Finance

- Equity placement (7.075 million shares at \$2.12 per share) raised \$14.1 million gross of fees.
- Cash position (no debt) \$20.5 million (unaudited) at period close
- Royalty (Mt Cattlin tantalum ore) revenue of \$272,000 received from Galaxy Resources Limited.
- Second hand grinding mill sold - US\$650,000.

Corporate

- Red5 included in the S&P/ASX 300 index, effective 19 March 2012 – Index funds purchase 6 million shares.

Greg Edwards
Managing Director
30 April 2012

For personal use only

CHAIRMAN'S REVIEW

FIRST GOLD

The first gold-silver doré was poured on 3 February 2012 and the first shipment, totalling 165kg was despatched to the Metalor refinery in Geneva on 27 March 2012. Three subsequent shipments totalling 570kg have been made post period.

Commercial production, defined as 30 continuous days at an average of 60% of the interim throughput of 750,000 dry tonnes per annum, was declared on 20 April 2012. All production revenues and costs from 1 May 2012 will be recorded in the Income Statement. Commissioning revenues and costs prior to this date will be capitalised and recorded against overall construction costs.

The average throughput during the 30 day period was the equivalent of 506,000 dry tonnes per annum (67% of nameplate) with a maximum day rate equivalent to 2,823 dry tonnes. Plant availability during this period averaged 91.6% with downtime typically due to minor repairs to the MMD sizer.

Mill throughput during this period largely comprised ore from the upper benches of the cutback in the north-west corner of the pit that has a high silver-to-gold ratio relative to the ore body average, plus minor amounts of low grade Siana and Mapawa stockpile material.

Consequently, the precious metal stripping circuit has been operated almost continuously. Despite the potential crowding effect of the silver, gold recoveries are only 3.2% lower than forecast based on a constant tails grade algorithm.

The plant is operating 95% automated with the only outstanding components in the elution circuit - two programming/commissioning specialists remain on site. The only part of the plant not optimised to expectation is the gravity circuit. This area of the process plant will be optimised over the next few months as part of the planned ramp-up.

The earthmoving and pit dewatering activities have not yet achieved expectations. The Company assumed management responsibility for the earthmoving contractor's fleet spares procurement at the end of the period. Pit dewatering continues to require constant attention with a recently commissioned report confirming measured water inflows from below the original pit floor. Two dewatering bores and two depressurisation bores are now operational and significant progress is being made to expose the balance of the ore body at the base of the open pit. Approximately 40% of the pit floor is exposed and access to three separate ore sources has now been achieved.

An equity placement, representing a modest 6% increase in issued capital was conducted to provide a working capital contingency in light of early operational performance. The placement was conducted by Casimir Capital and Petra Capital with shares placed predominantly to existing institutional shareholders in the United States, London and Australia.

Red5 was elevated to the S&P/ASX 300 index. Four index funds, one New York, joined the register.

The Company has provided production guidance through to June 2013. This will be subject to constant review and revision advised as appropriate.

Colin Jackson
Chairman



First gold doré at Siana

For personal use only

OPERATIONS

Total material movement during the period of 1.0 million bcm was achieved despite modest expected rain delays. Significantly more material movement is expected during the next two quarters due to more favourable weather conditions and improved pit access developed during the period.

The final phase of pit dewatering fell behind the schedule during the period principally due to the requirement to ensure discharge is within environmental standards. The perimeter water bores are performing well and there is no discernable inflow to the pit in these locations, however the Company's consultant hydrologist's report suggests inflow from the base of the pit is measurably higher than previously modelled.

This has been mitigated by a series of deep sumps with additional pumping capacity and the rate of discharge is now considerably higher and well within environmental standards.

Ore extraction is currently being undertaken from the exposed base of the north eastern and north western areas of the original pit floor.

The Processing Plant is performing well and within expectation for this phase of the scheduled ramp-up. During the period a total of 66,924 tonnes were processed as part of the commissioning phase. Recoveries are improving and are currently 81.4% for April to date (post period).

Additional optimisation of the gravity circuit is expected to improve the recoveries during the next quarter as planned. Scheduled inspection of the Outotec SAG mill by consultants at the end of the period has reported no discernible wear of the mill liners – this is in accord with expectations at this stage of the ramp-up and confirms the very low abrasiveness of the ore.

Due to the high silver to gold ratio of the ore in the initial stages of the ramp-up, carbon harvesting, stripping and eluting is being undertaken on a near continuous basis with approximately 1.3 strips being performed daily. This will continue until lower silver to gold ratios in the ore are encountered in the September quarter.

Standard production reporting for the Siana operation will commence from 1 May 2012 now that commercial production has been declared.

EXPLORATION

During the quarter three resource exploration holes were drilled on the eastern wall of the Siana open pit (SMDD152, SMDD154 and SMDD155) and an additional two regional exploration holes to the north of Siana in the Spandonis area were completed (SMDD151 and SMDD153).

Drill holes in the Siana pit were targeting deep, down dip or along strike mineralisation. Lithologies encountered included the eastern basaltic units with mineralised zones consisting of narrow epithermal mineralisation of Panels 8 – 10 affiliation with pervasively altered argillised zones with disseminated pyrite mineralisation and narrow galena- sphalerite veining. Targeting of this area in the north east followed the discovery of a new high-grade ore zone in the pit during the cutback. Previously this structure was unable to be

drilled due to the oblique drill angle required to intersect the target. Very high-grade zones have been identified in grade control sampling up to 836g/t Au in this structure. Results from SMDD128 drilled up dip from the new ore zone returned encouraging intersections of 10 metres at 4.0g/t Au from 50m, 7 metres at 11.8g/t Au from 234m and 3 metres at 9.7g/t Au from 269m down hole.

Results returned for the deep wedge hole (SMDD148) well below this position confirm the continuance of the system at depth. Further drill testing is warranted. Drilling has been postponed in the immediate Siana region to interpret and assess the results to date.

Preparation for the drilling programme at the gold-copper porphyry targets in the Alegria region, 8km to the South of Siana has commenced with community consultation meetings and site access clearing.

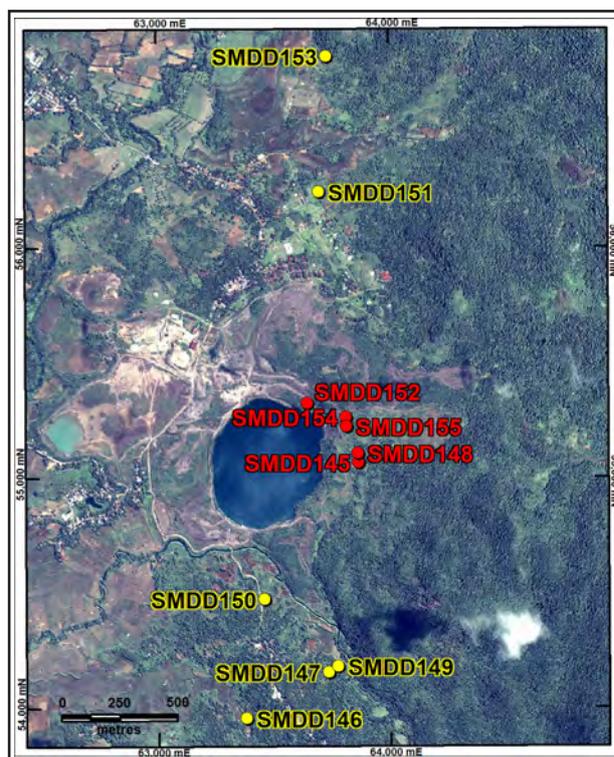


Figure 1. Drillhole location map for the March 2012 Quarter

Hole No.	Collar					
	Depth (m)	Easting (m)	Northing (m)	RL (m)	Azimuth	Dip
SMDD151	280.0	63701	56239	55	70	-45
SMDD152	565.0	63647	55320	39	270	-55
SMDD153	348.2	63735	56828	54	125	-55
SMDD154	302.6	63813	55260	79	270	-53
SMDD155	200.0	63815	55220	78	270	-50

Table 1. Drillhole collar and location details for the March 2012 Quarter

Hole No.	Significant Intersections above 1g/t gold cut-off			
	From (m)	Interval (m)	Gold (g/t)	Silver (ppm)
SMDD128	50	10	4.0	2.2
	234	7	11.8	19.5
	269	3	9.7	3.9
SMDD148	396	8	2.9	0.6
	<i>including</i>	397	1	16.9
	403	1	3.4	0.5
	447	2	1.9	0.3
	459	6	2.0	0.3
	506	4	3.5	1.2
	555	1	2.0	0.5
	573	11	1.3	4.4
	<i>including</i>	573	2	3.5
	580	1	1.9	9.6
	595	1	10.5	15.7
	610	1	2.0	1.9
	SMDD151	83	1	1.8
SMDD152	371	1	8.7	7.2
	400	1	1.8	4
	475	1	2.6	14.8
	514	1	2.5	1.3
SMDD153	<i>no significant results</i>			
SMDD154	179	6	1.0	-
	194	1	1.4	-
SMDD155	<i>no significant results</i>			

Table 2. Drilling Results for the March 2012 Quarter

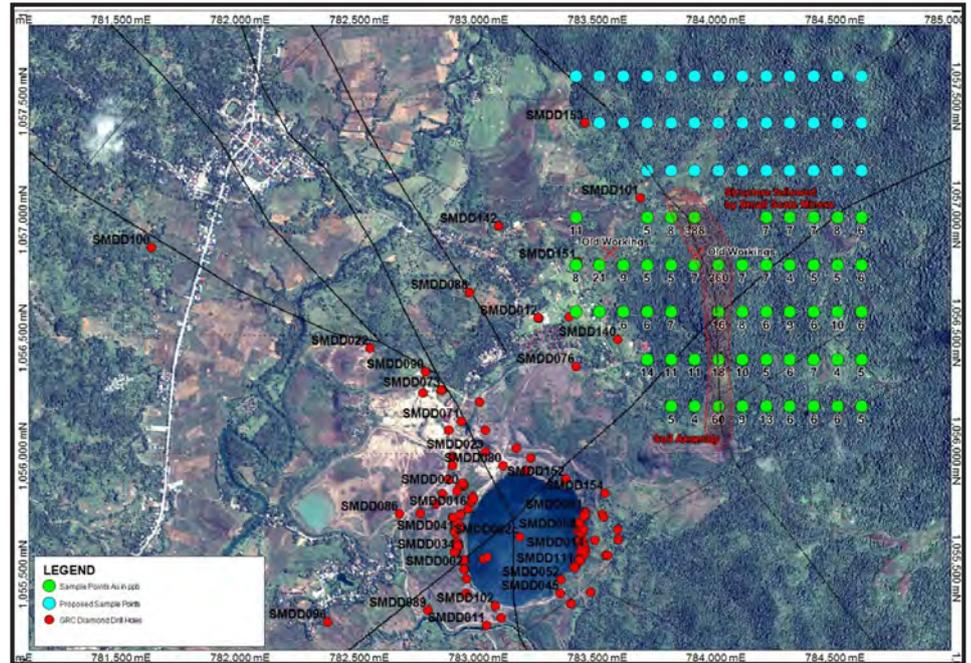


Figure 2. Soil sampling in the Spandonis region during the period

Geochemical soil sampling in the Spandonis region to the north east of the Siana open pit has identified an in situ soil anomaly up to 388ppb Au up to 250 wide in a structural setting similar to Siana (Figure 2). This area has been previously mined by small scale mining activities following narrow high grade structures. The gold anomaly is open to the north with further sampling to be completed in the forthcoming quarter.

Competent Person Declaration

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 Rohan D Williams who is a full-time employee of Red 5 Limited and is a Member of The Australasian Institute of Mining and Metallurgy. Mr Williams has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is 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 Williams consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

CORPORATE INFORMATION

Directors and Executive Management

Colin Jackson (Chairman)
 Greg Edwards (Managing Director)
 Gary Scanlan (Non-executive Director)
 Kevin Dundo (Non-executive Director)
 Mark Milazzo (Non-executive Director)

Joe Mobilia (Chief Financial Officer)
 David Jerdin (Project Director)
 Ron Pyatt (Operations Director)
 Rohan Williams (Group Exploration)
 Frank Campagna (Company Secretary)
 Lolot Manigsaca (Philippines Finance)

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

Issued capital – 135,488,008 shares
 Unlisted options – 290,000

Share Price Range

\$1.48 to \$2.35

Substantial Shareholders

Baker Steel Capital Managers 8.6%
 Franklin Resources Inc. 6.6%

Shareholder Enquiries

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

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