



ASX Shareholders Report

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

Montague Joint Venture - Placer Dome \$4 million farm-in

Exploration on the Montague JV (Gidgee area) will be markedly accelerated following the Placer Dome farm-in.

Placer Dome is targeting a large sediment hosted deposit similar to Wallaby in the Laverton Greenstone Belt. Placer may earn a 60 percent interest by spending \$2.5 million in the first three years (subject to a minimum \$400,000 in the first year) and an additional 10 percent interest by a further expenditure of \$1.5 million by the fifth year.

Placer Dome is very familiar with the geology of the greenstone sequence in the North Eastern Goldfields having operated at Granny Smith for fifteen years. The nearby Wallaby deposit was discovered in 1997 and integrated into the production schedule in 2001. Production in 2005 was forecast at 325,000 ounces.

Detailed Placer Dome proprietary interpretive analysis suggests strong potential for a 5 million ounce deposit under cover.

Red 5 remains totally focused on the Siana pre-feasibility study with a revision to key capital and operating numbers due shortly. The Montague JV is the prime non-Philippine Company asset.

Red 5 will retain a 20 percent free carry in a highly prospective property managed by a major with substantial processing infrastructure in the region.

Greg Edwards
Managing Director
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