

27 April 2023

March 2023 Quarterly Report

Gold production continues to improve with record 17,550 ounces produced in March and 40,867 ounces for the March Quarter

2H FY2023 production guidance maintained at 90-105koz at AISC of A\$1,750-1,950/oz; Fully underwritten \$90m raising completed to support steady-state KOTH operations and provide a platform for growth

King of the Hills (KOTH) Processing and Production

- Record gold production in March 2023 of 17,550 ounces.
- Quarterly gold production of 40,867 ounces (December Quarter: 36,260 ounces) at an all-in sustaining cost (AISC) of A\$2,055/oz; quarterly gold sales of 40,907 ounces (December Quarter: 35,100 ounces).
- KOTH open pit “catch-up” plan is complete, with mining positions in-line with the FY23 budgeted face position since the beginning of February 2023.
- Production guidance for 2H FY2023 maintained at 90-105k ounces at AISC of A\$1,750-1,950/oz.
- Zero Lost Time Injuries (LTI) and six Restricted Work Injuries (RWI) recorded during the Quarter.
- KOTH process plant and open pit mine expansion study continuing.

Exploration and Resource Growth

- High-grade assays were received from underground Resource extension and grade control drilling across key mining areas at KOTH, with results strengthening the FY23 and FY24 mine plans and confirming the potential to extend existing Resources. Highlights include:
 - 25.3m at 5.85g/t from 75.5m (KHRD0633)
 - 152m at 2.77g/t from 21m (KHRD0636)
 - 38.5m at 5.97g/t from 72.5m (KHRD0642)
 - 6.8m at 35.06g/t from 150.5m (KHRD0685)
 - 62m at 6.33g/t from 24m (KHRD0689)
 - 24.5m at 14.07g/t from 140.5m (KHRD0776)
 - 104m at 2.43g/t from 50.4m (KHRD0814)
 - 3.4m at 49.4g/t from 73m (KHRD0851)
 - 5.8m at 100.9g/t from 85m (KHRD0855)
 - 10m at 79.62g/t from 160.5m (KHRD0868)
- First-pass exploration drilling has delivered positive results at Yandal South, with air-core drilling intersecting multiple zones of gold mineralisation along a 1.2km strike.

Corporate and Finance

- Cash and bullion of \$23.4 million at 31 March 2023, after a \$14.7 million loan repayment in March 2023.
- Heavily oversubscribed \$90 million equity raising completed, to support steady-state operations at KOTH and provide a robust platform for growth, comprising a fully underwritten two-tranche \$80 million share placement and a \$10 million Share Purchase Plan.
- Mr Kevin Dundo stepped down as Chair and as a Director of Red 5 as part of a comprehensive board succession process. Ms Andrea Sutton has been appointed as Interim Chair. The search process for a new Chair is advancing, with the board succession process also aimed at adding additional mining experience to the Board.
- First royalty for the March Quarter is expected to be received from the restarted Siana Gold Mine (now owned by TVIRD Philippines).

Red 5 Limited

ABN 73 068 647 610

ASX: RED

Shares on issue: 3,459M

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Investor Call

An investor webcast for the Quarterly results will be held for the investment community on Thursday, 27 April 2023, commencing at 8.00am (AWST) / 10.00am (AEST).

Investors, brokers, analysts and media can join the webcast by selecting the following link:

[Link to Investor Call](#)

Management Comment

Red 5 Managing Director, Mark Williams, said: *“Major strides forward were taken at King of the Hills during the March Quarter, with open pit mining at KOTH now reaching the granodiorite/ultramafic contact, where the bulk of the gold mineralisation in the KOTH ore body is located. The KOTH underground mine also saw improved ore production, including a record month of 83kt in March.*

“Production of 40,867 ounces for the March Quarter, including a record 17,550 ounces for the month of March, puts us on track to achieve our 2H FY2023 production guidance of between 90,000oz and 105,000oz at an all-in sustaining cost of between A\$1,750/oz and A\$1,950/oz.

“I would like to recognise the efforts of the entire Red 5 team, who have navigated the challenges and teething issues associated with a major mine start-up with diligence and dedication.

“To support the completion of the ramp-up at KOTH and improve our balance sheet flexibility, we launched a fully underwritten capital raising of up to \$90 million during the Quarter. This raising provides Red 5 with a robust platform for growth, and I would like to sincerely thank all shareholders who participated.

“On the exploration front, resource extension and grade control drilling completed at KOTH during 2022 has delivered a series of exceptional results, returning broad, high-grade gold intercepts across several key mining areas. These results strongly support our mine plan in FY23 and FY24, while also opening up potential new mining areas for the future.

“Finally, I would like to acknowledge the contribution of our outgoing Chairman, Kevin Dundo, who stepped down from the Board in March following 13 years with the Company. Kevin has guided Red 5 through a period of significant growth and development, and we wish him the best for the future. Kevin’s retirement is part of a formal Board renewal process, which is also aimed at adding additional mining industry experience to the Red 5 Board.”

Table 1: Quarterly Physicals and Cost Summary for FY2023 to Date

	Units	Sep 2022 Quarter	Dec 2022 Quarter	Mar 2023 Quarter
Mining physicals				
KOTH OP Ore Mined	Mt	0.68	0.63	1.20
KOTH OP Waste Mined	Mt	8.19	8.60	6.59
KOTH OP Mined Grade	g/t	0.47	0.65	0.85
KOTH UG Development	m	1,205	1,325	1,248
KOTH UG Ore Mined	Mt	0.168	0.175	0.201
KOTH UG Mined Grade	g/t	1.01	1.40	1.58
Darlot UG Development	m	1,512	1,336	598
Darlot UG Ore Mined	Mt	0.174	0.180	0.165
Darlot UG Mined Grade	g/t	2.55	2.13	2.37
Total Contained Gold Mined ³	oz	33,375 ¹	33,364	55,681
KOTH Processing physicals				
Ore Milled	Mt	0.879	1.099	1.044
Head Grade	g/t	0.93	1.14	1.32
Recovery	%	91.2	90.1	92.1
Gold Produced	oz	24,049	36,260	40,867
Gold Sales for AISC Purposes	oz	30,005²	35,100	40,907
Average Gold Price Achieved⁴	A\$/oz	\$2,540	\$2,348	\$2,527
Costs				
Mining	A'000			62,690
Cartage	A'000			4,286
Processing	A'000			15,980
G&A	A'000			6,207
Ore Stockpile Movements	A'000			(20,640)
Selling Costs (inc. by-product credits)	A'000			(792)
Cash Costs	A'000			67,731
Royalties	A'000			3,966
Sustaining Capital and Mine development	A'000			6,086
Corporate Overheads	A'000			4,370
Finished Goods & GIC Movements	A'000			1,923
All-in Sustaining Costs	A'000			84,075
All-in Sustaining Costs (AISC)	A\$/oz			2,055

(1) Total includes mined ounces from Great Western of 3,223oz

(2) Gold sales include gold production from the Darlot process plant in July of 2,661 ounces

(3) Totals may not sum due to rounding

(4) Inclusive of hedges

1. OPERATIONS

1.1. Health & Safety

LTIFR (Quarter): 0.31 (Lost Time Injury Frequency Rate)

LTIFR (12-month): 0.52

TRIFR (12-month): 15.51 (Total Recordable Injury Frequency Rate)

The operational focus on safety field leadership is translating into an improved safety performance at both KOTH and Darlot. The continued improvement in safety performance reflects our focus on stabilising our workforce and transitioning to steady-state operations.

1.2. Production Summary

A total of 40,867 ounces of gold was produced for the March Quarter (December Quarter: 36,260 ounces), with ore sourced from the KOTH open pit, KOTH underground and Darlot underground mines. Gold sales were 40,907 ounces. The March Quarter AISC was A\$2,055 per ounce.

1.2.1. KOTH Processing

The KOTH processing plant achieved record gold production for the March Quarter, supported by improving feed grades from mining operations. This outcome was achieved despite a planned five-day maintenance shutdown for the crusher and mill in February. The shutdown over-ran due to unplanned work identified during the course of shutdown works, primarily replacing and increasing wear protection packages in areas that experienced higher-than-expected wear in pipework and the SAG mill. Further unplanned mill downtime in February was caused by damaged conveyor belts requiring replacement.

Processing operations in March were a record (0.40Mt milled), with greater availability and productivity achieved in the circuit and gold production, boosted by the higher open pit mining grades that were delivered as a result of mining moving into higher grade zones during the month. Record KOTH underground ore production in March (83kt) also contributed to the stronger process plant performance for the month.

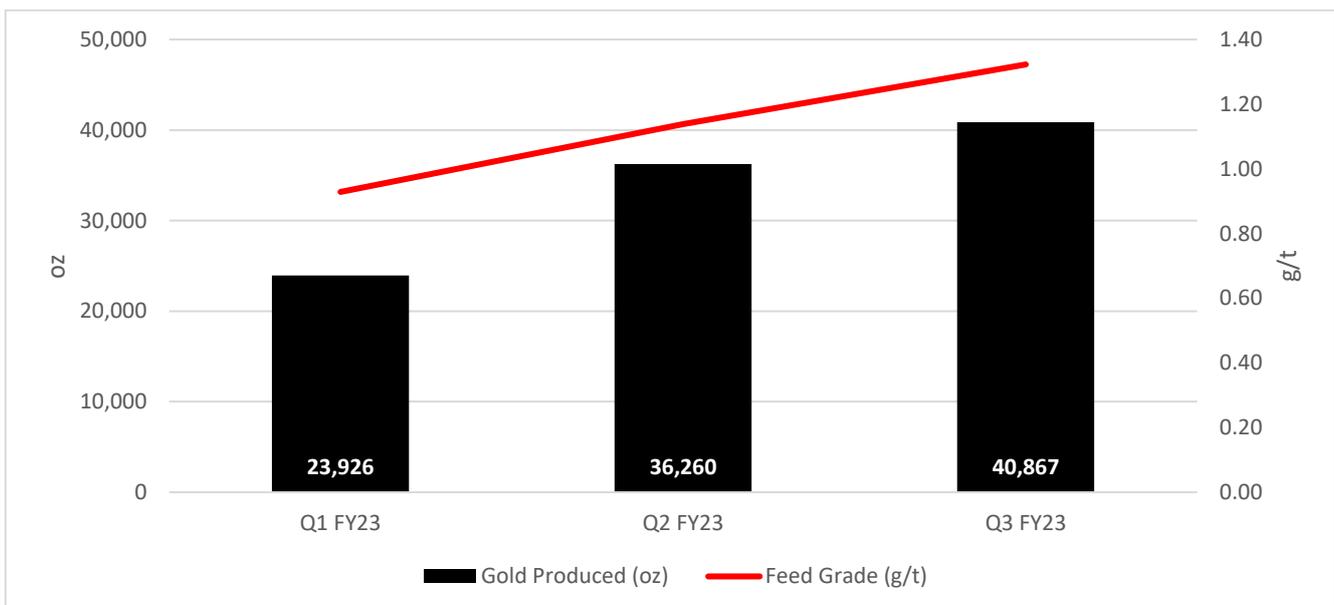


Figure 1: FY23 KOTH Quarterly gold production and feed grade.

Construction of Tailings Storage Facility 5 (TSF5) was completed in the March Quarter, and commissioning is expected in late April 2023. TSF 5 has a footprint of 90 hectares and a total storage capacity of approximately four years.

1.2.2. KOTH Open Pit Mining Activities

The March Quarter saw significantly improved production from the KOTH open pit, with 1.2Mt of ore mined at an improved overall grade of 0.85g/t (relative to 0.65g/t in the December 2022 Quarter). High-grade ore tonnes mined from the open pit rose sharply in February (see Figure 2) and remained high during March, as the Stage 1 open pit progressed through the granodiorite/ultramafic contact accessing the 5225 bench – the first of 12 high-tonnage and high-grade benches.

Multiple improvement projects were implemented at the KOTH open pit during the Quarter, including improved blast movement modelling and a change to the mining flitch strategy – both of which have resulted in improved mining results. Mine operations have also focused on ore grade segregation and streaming since late February, with the previous “high-grade” designation now split into two parts. The highest-grade ore is delivered separately to the ROM for priority mill feed, while the intermediate portion is stockpiled separately on the ROM for supplementary feed as required.

A wall slip, detected by routine movement monitoring activities, necessitated a temporary re-routing of the HV power supply to the KOTH Underground, which remained in place for the remainder of the Quarter. The position of this HV cable restricted access to approximately 10% of the available Stage 1 pit floor for the Quarter. Following three months of ongoing movement monitoring, a plan is being implemented to remediate the slip during the June Quarter and relocate the HV cable, which will see full Stage 1 pit floor access resumed in May 2023.

During the March Quarter, drill-and-blast staffing was impacted by a highly competitive labour market, which impacted drilled and blasted stocks available for mining. Strategies implemented by Red 5’s mining contractor rectified the manning issue during the Quarter. As a result, mining activities in March saw a reduction in total material movements and a focus on production from the high-grade 5225 bench. A focused project to improve drilling capacity and performance saw a significant improvement by the end of the Quarter with these initiatives also expected to mitigate any potential adverse impact on the June Quarter.

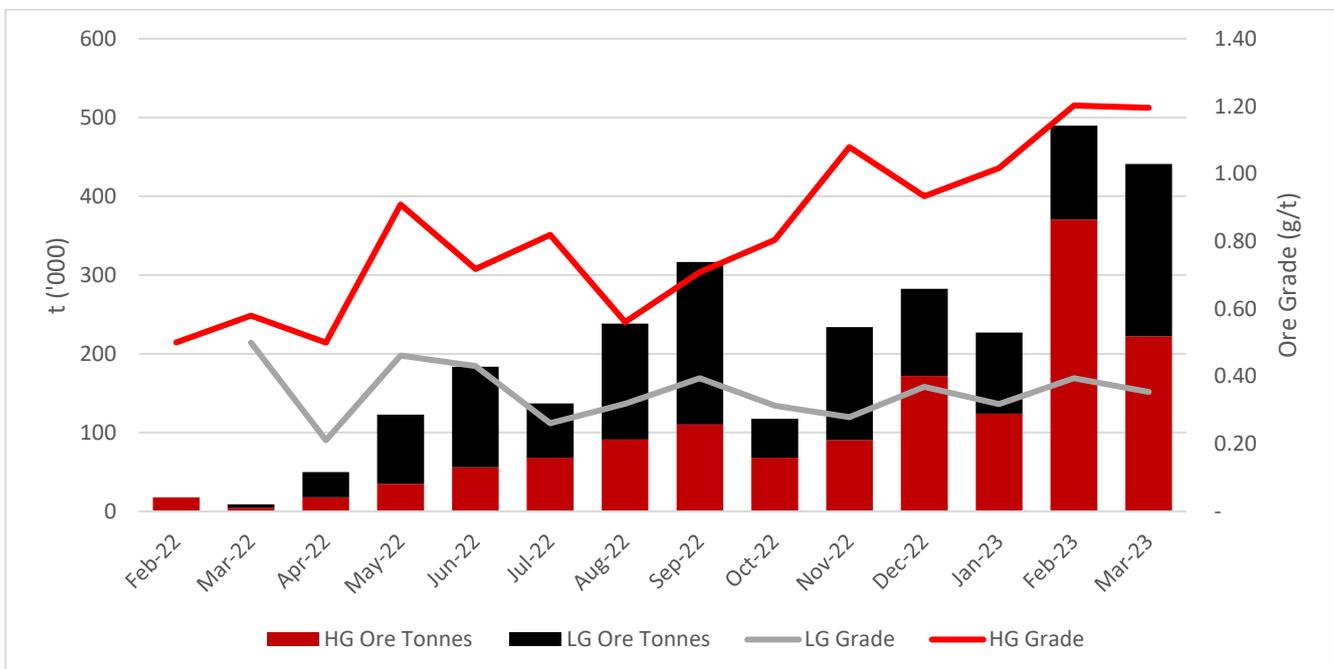


Figure 2: KOTH Open Pit monthly tonnes and grade performance since the commencement of mining.

1.2.3. KOTH Underground Mining Activities

The KOTH Underground performance saw significantly improved ore production, with 201kt at 1.58g/t produced (versus 175kt at 1.40g/t in the December 2022 Quarter) including a record month of 83kt in March.

Loader and truck availability restricted mining productivity early in the Quarter. In February, a collaborative improvement project was initiated with the mining contractor which saw a marked improvement in stope ore tonnes delivery in March. This project is ongoing to ensure that performance improvements are sustained.

Ore production continued in the West, Regal, East and Central mining areas during the Quarter. Moving forward, the West and Regal areas will be the focus of underground mine production, as recent drilling programs have provided a higher level of geological confidence in these ore zones, while development activities during FY23 to date have improved access.

As with the open pit, high-grade underground ore is now being segregated into two grade categories, allowing the higher-grade material to be prioritised for haulage and process plant feed, while the remaining material is placed in a separate ROM stockpile for supplementary feed as required.

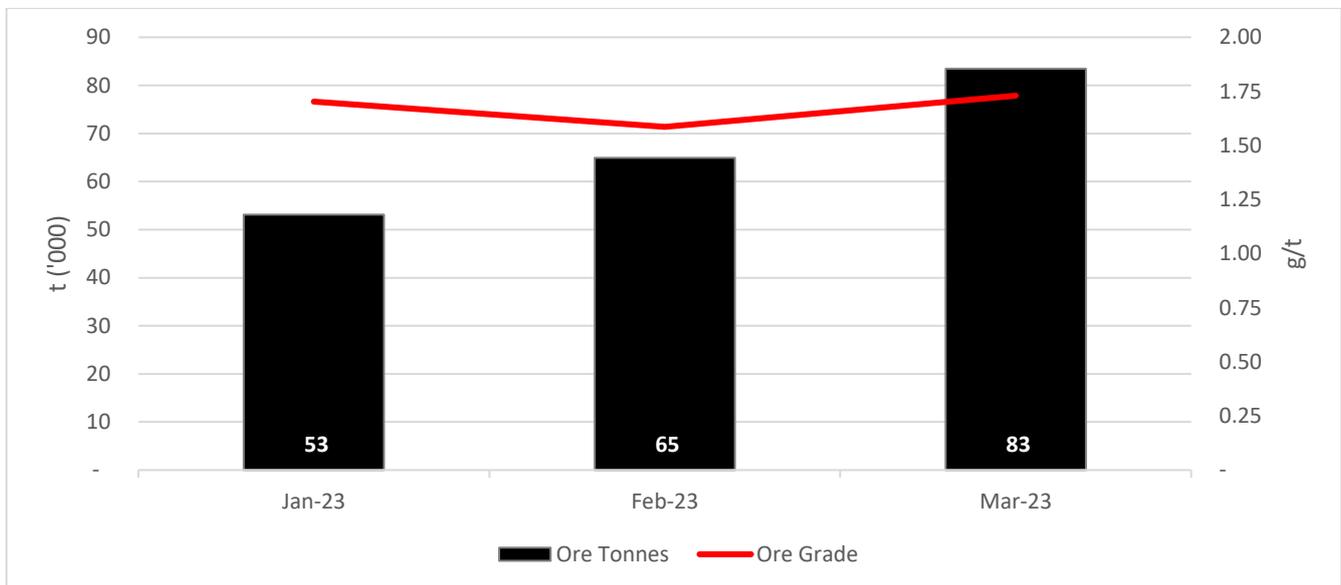


Figure 3: KOTH Underground monthly tonnes and grade performance in March 2023 Quarter.

1.2.4. Darlot Underground Mining Activities

165kt of ore at 2.37g/t was mined at Darlot during the Quarter (versus 180kt at 2.13g/t in the December 2022 Quarter). The reduction in tonnage has resulted from a change in focus to increasing the quality of the ore mined and improving the grade delivered to the KOTH processing plant.

Darlot operations transitioned to a single jumbo mine plan during the Quarter. The accelerated development contractor completed its work scope to open up Middle Walters South, demobilising at the end of January. Mining continued in the Middle Walters South, Burswood, Lillee, Lords and Border areas. The Centenary decline access tunnel project was safely completed during the Quarter, providing improved mine access and productivity at Darlot.

Several productivity improvement initiatives came to fruition at Darlot during the March quarter, resulting in record stope ore production of 122,613 tonnes for the Quarter. This was despite one week of reduced production as a result of a primary ventilation fan failure at the mine.

1.3. FY2023 Production and Cost Guidance

Gold production guidance for the six months from 1 January 2023 to 30 June 2023 is maintained at 90,000 – 105,000 ounces at an AISC of A\$1,750 – A\$1,950 per ounce.

	Production (koz)	AISC (A\$/ounce)	Growth* (A\$m)
H2 FY2023 guidance	90 – 105	1,750 – 1,950	5 – 10

*Growth capital will fund the completion of TSF5 and additional minor operating enhancements to the KOTH process plant.

Mining volumes in the open pit have stabilised at approximately 1.0-1.1M bank cubic metres (BCM) per month. A reduction in costs is underway, with costs reducing as a result of the completion of mine development at Darlot in January, the completion of the KOTH open pit “catch up” plan in February and the completion of construction of TSF5 at KOTH in March.

The site teams continue to identify other areas of cost reduction to reflect steady-state production activities at KOTH.

2. KOTH EXPANSION PROJECT

Red 5 continues its work programs focused on potential expansion options for the KOTH process plant throughput rate, from the current planned throughput capacity of 4.7Mtpa, to a target throughput capacity of ~5.5Mtpa in FY2024.

The KOTH mill already has latent throughput capacity above the current throughput rate of 4.7Mtpa, with a 6Mtpa crushing circuit installed and a twin motor (2x9MW) SAG mill. The Company considers that a throughput capacity of ~5.5Mtpa can be achieved with sequential debottlenecking.

In addition, a KOTH Process Plant Expansion desktop study conducted by the Company indicates a pathway to achieve incremental throughput growth beyond ~5.5Mtpa.

3. EXPLORATION AND RESOURCE DEVELOPMENT

3.1. KOTH Grade Control and Resource Extension Drilling

Underground drilling at KOTH during CY2022 has delivered positive results, further defining current Ore Reserves that underpin the FY23 and FY24 mine plans and identifying new targets for potential Resource extensions.

Significant assay results received from 45,154 metres of underground drilling have been recorded across several key mining areas in the KOTH Underground, including:

- (i) Main orebody;
- (ii) “Down the nose”, following the contact down-plunge to the north; and
- (iii) Under the South Pit (see Figure 4).

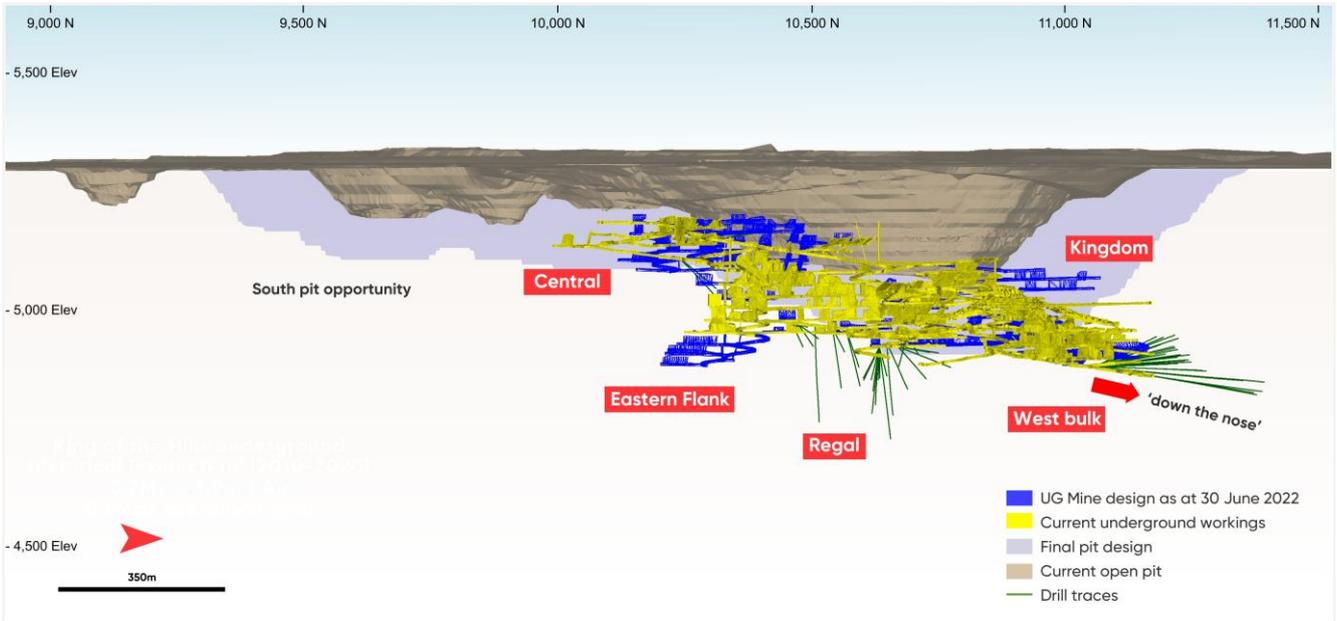


Figure 4: Long section showing drill traces with gold intercepts of >50-gram metres Au from drilling during CY 2022 reported during the March 2023 Quarter.

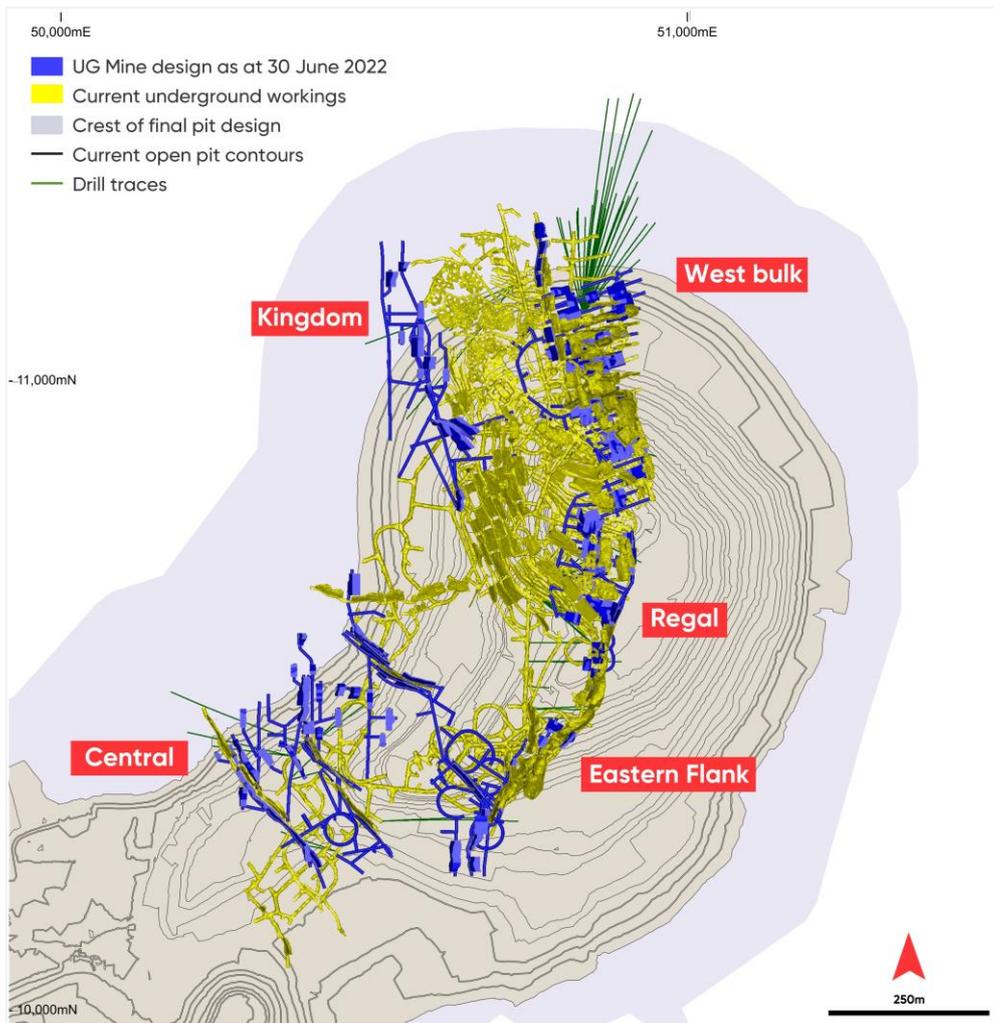


Figure 5: Plan view showing drill traces with gold intercepts of >50-gram metres Au from drilling during CY 2022 reported during the March 2023 Quarter.

3.1.1. Main orebody

3.1.1.1. Regal and Eastern Flank

The Regal and the Eastern Flank areas represent a significant mining area for the KOTH Underground in FY24, with capital development currently underway. Resource definition and grade control drilling completed in CY 2022 focused on the eastern contact below and adjacent to current underground mining areas.

A total of 19,272 metres of diamond drilling has been undertaken in the Regal and Eastern Flank areas during CY 2022, with key intercepts including:

- 59m at 2.06g/t from 69m (KHRD0674)
- 56.7m at 3.76g/t from 56.3m (KHRD0677)
- **6.8m at 35.06g/t** from 150.5m (KHRD0685)
- 17.7m at 6.02g/t from 67m (KHRD0710)
- **24.5m at 14.07g/t** from 140.5m (KHRD0776)
- 16.5m at 7.33g/t from 16.5m (KHRD0790)
- 6.9m at 26.43g/t from 148.5m (KHRD0867)
- 47.8m at 4.21g/t from 43.2m (KHRD0675)
- 33.9m at 4.49g/t from 65.1m (KHRD0679)
- **62m at 6.33g/t** from 24m (KHRD0689)
- 35m at 3.01g/t from 52m (KHRD0745)
- 56m at 2.64g/t from 23m (KHRD0784)
- 42.4m at 2.59g/t from 34m (KHRD0863)
- **10m at 79.62g/t** from 160.5m (KHRD0868)

The Regal mining area is located between the footwall of the Regal structure, which represents a major controlling structure within the granodiorite and the eastern contact against the ultramafic that surrounds the granodiorite intrusion. The area is characterised by a series of moderately south-west dipping structures in combination with other anastomosing tension veins associated with the contact.

The Eastern Flank stopping area is located to the south of the Regal structure, with mineralisation generally concentrated along the contact and ranging from 20 to 40+ metres within the granodiorite.

3.1.1.2. Central

A total of 7,897 metres of drilling was completed within the Central area with the aim of delineating a narrow vein mining area. The Central area represents the south-western extent of the underground workings, which sit approximately below the centre of the existing Tarmoola pit, between the South and North pits.

The area is characterised by a series of narrow tension veins dipping steeply to the south-west, with tension vein mineralisation unrelated to the granodiorite/ultramafic contact.

Significant intercepts reported from the Central area during the March Quarter included:

- 29.6m at 3.48g/t from 122.5m (KHRD0602)
- 20.5m at 4.43g/t from 55.5m (KHRD0623)
- 13.8m at 6.59g/t from 57.4m (KHRD0726)
- **3.4m at 49.4g/t** from 73m (KHRD0851)

3.1.1.3. Kingdom

Drilling in the Kingdom area targeted the upper granodiorite contact to the west of existing workings proximal to the intersection of the Kingdom and Regal structures. Drilling totalled 7,636 metres in 2022 and intersected mineralisation associated with laminated quartz-filled structures interpreted to be continuations of the Regal and Kingdom lodes. Key highlights from this drilling included:

- 41.0m at 2.03g/t from 150.0m (KHRD0547)
- 37.0m at 2.49g/t from 22.0m (KHRD0552)

3.1.1.4. 'Down the Nose' – West Bulk

Drilling in the West Bulk area in 2022 totalled 6,562 metres, with the program predominantly targeting east-west striking high-grade veins proximal to the granodiorite/ultramafic contact to the north of existing workings following the contact down-plunge i.e. “down the nose”.

The drilling was designed to define potential bulk mining areas for FY23 and FY24, with broad mineralised zones identified as expected. Key drilling results included:

- 99m at 1.47g/t from 34m (KHRD0541)
- 64m at 1.7g/t from 239m (KHRD0570)
- **152m at 2.77g/t** from 21m (KHRD0636)
- 78.4m at 2.2g/t from 48.5m (KHRD0639)
- **38.5m at 5.97g/t** from 72.5m (KHRD0642)
- 115m at 1.47g/t from 10m (KHRD0644)
- 42m at 4.34g/t from 3m (KHRD0646)
- 93m at 1.53g/t from 72m (KHRD0661)
- **104m at 2.43g/t** from 50.4m (KHRD0814)
- **5.8m at 100.9g/t** from 85m (KHRD0855)
- 129m at 0.84g/t from 142.9m (KHRD0541)
- **25.3m at 5.85g/t** from 75.5m (KHRD0633)
- 40.3m at 4.02g/t from 54.7m (KHRD0637)
- 48.9m at 3.6g/t from 75m (KHRD0641)
- 34.3m at 3.23g/t from 8m (KHRD0642)
- 60m at 2.68g/t from 83m (KHRD0645)
- 68.7m at 1.97g/t from 41m (KHRD0657)
- 186.1m at 1.38g/t from 8m (KHRD0813)
- 106.1m at 1.8g/t from 45.9m (KHRD0815)
- 10.1m at 10.22g/t from 67m (KHRD0857)

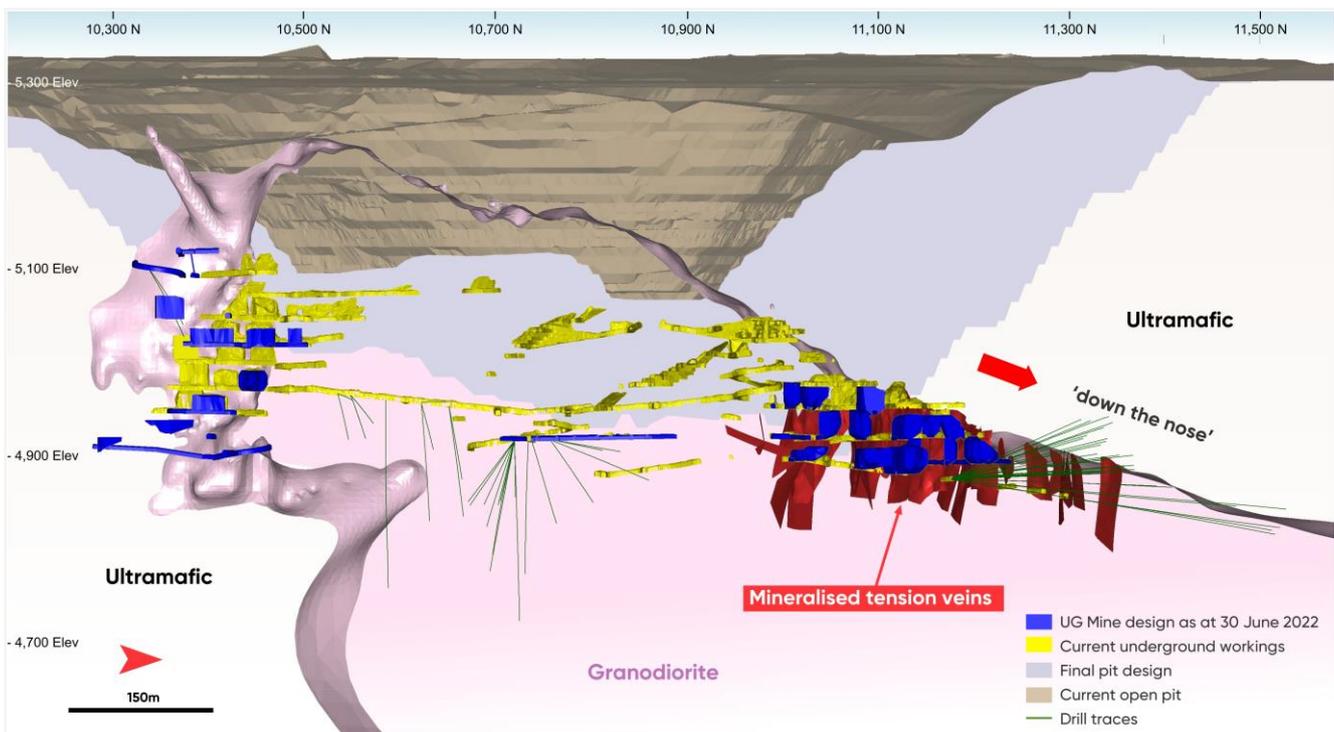


Figure 6: Section looking west at the West Bulk area drilling.

3.2. Air-core Drill Programs

3.2.1. Yandal South Air-core Program

Air-core drill programs targeting the NW Structure and Coodawa prospects at Yandal South were completed in the December 2022 Quarter, totalling 122 drill holes for 5,708 metres. Full details of the assay results from the Yandal South Air-core program were reported in the Company's ASX Announcement dated 13 February 2023.

3.2.1.1. NW Structure Air-core Program

The first-pass exploration drilling completed at the NW Structure comprised 80 air-core holes totalling 4,002 metres. This program aimed to test for gold fertility across a broad structural zone hosting a series of NW-trending second-order faults which splay off the Ockerburry Shear Zone proximal to the Dingo Ridge Prospect.

The NW Structure's gold potential was first identified from rock samples taken from partially exposed sub-crop positions along the NW faults and later enhanced by a gridded ultrafine soil survey over the area. The initial results have validated the targeting model and opened a highly prospective new search space of considerable scale. Structural interpretations from magnetic data show prospective horizons are continuous in length at the kilometre scale, highlighting the significant potential of the area to host a sizeable orogenic-style gold deposit.

All assays from the initial 4-metre composite samples have now been received, with highly encouraging results identifying multiple intervals of vein-hosted gold mineralisation across broad zones. Initial observations indicate that gold is spatially associated with the NW structures and where they intersect with stratigraphic boundaries.

The best results from the program included 4 metres @ 1.7g/t Au within a wider mineralised zone of 12 metres @ 0.64g/t Au in hole 22DRAC0080 and 4 metres @ 1.08g/t Au from 40 metres in hole 22DRAC0082. Sample re-splits at 1-metre intervals taken from the mineralised zones have been submitted for analysis, with assays currently pending.

Importantly, many of the drill holes report significant gold mineralisation at the end-of-hole and at the top of fresh rock, indicating there is strong potential for the gold mineralisation to extend into the fresh bedrock.

Red 5 will conduct seismic surveying over Yandal South prior to the next stage of drilling. The planned survey will cover a 12km² area, including the NW Structure, Dingo Ridge and wider surrounds, with the aim of mapping the sub-surface to a depth of approximately 400 metres for 3D modelling of structural and lithological features for exploration target generation and drill hole optimisation over this large exploration search space. This survey will be undertaken in collaboration with Fleet Space Technologies using near real-time Ambient Noise Tomography (ANT) technology and Exosphere data processing services.

3.2.1.2. Coodawa Aircore Program

Air-core drilling at the Coodawa Prospect comprised 42 holes totalling 1,706 metres.

The Coodawa Prospect is centred around a large synformal structure that is visible within magnetic data and concealed beneath alluvial cover. This feature is flanked by mineralisation observable in old workings and historical drilling.

Given the ~16km² footprint of the synformal feature, the program was designed to provide coarse geochemical coverage in a data-poor environment.

Drill-hole effectiveness was occasionally limited due to the presence of paleochannels and troublesome clays.

Initial assays have shown gold anomalism associated with NW-trending structures interpreted from the magnetics. This would suggest that a sub-optimal drill orientation has been used and the structural setting is similar to the NW Structure prospect. Multi-element assays are still pending, and it is expected that pathfinder results should assist in narrowing the search space.

4. CORPORATE AND FINANCIAL

4.1. Board Changes

Mr Kevin Dundo stepped down as Chair and as a Director of Red 5 during the Quarter after 13 years of valued service to the Company. Ms Andrea Sutton, who has been a non-executive Director of Red 5 since 2020, was appointed as Interim Chair as the Board continues the comprehensive Board succession process.

The search process for a new Chair is well advanced, with the board succession process also aimed at adding additional mining industry experience to the Red 5 Board.

4.2. Appointments

Mathew Collings joined the Red 5 team as Corporate Development Officer during the Quarter. Mathew has extensive experience working in the mining industry as a metallurgist as well as in financial markets. His industry experience included periods working for leading companies such as Pilbara Minerals, Sandfire Resources, St Barbara, PanAust and Newmont. Prior to joining Red 5, he was a Research Analyst for Morgans Financial and spent nearly five years working as a Senior Associate for Resource Capital Funds.

4.3. Capital Raising

During the Quarter, Red 5 undertook a fully underwritten \$90 million capital raising to support steady-state operations at King of the Hills and provide a robust platform for growth. The raising comprised a two-tranche share placement to raise \$80 million and a Share Purchase Plan to raise \$10 million.

Proceeds from the Offer will be used to strengthen the Company's balance sheet, ensuring a strong working capital position to support steady-state operations at KOTH in WA, and provide a platform from which Red 5 can assess and accelerate future investment in production and mine life growth.

Specifically, proceeds from the Offer will be applied to:

- Strengthening the balance sheet and providing additional working capital;
- Returning creditor repayments to normalised levels;
- Repayment of Loan Working Capital Facility; and
- Growth initiatives, including exploration and Resource conversion drilling and the ongoing KOTH process plant and open pit mine expansion study.

New Shares issued under the Placement and SPP totalled 666,666,667 shares and rank equally with Red 5's existing fully-paid ordinary shares currently on issue. The Placement was undertaken in two tranches, with Tranche 2 and the issue of shares under the SPP being approved by shareholders at a General Meeting held on 12 April 2023, with the remaining proceeds of \$32 million received in mid-April 2023.

Canaccord Genuity (Australia) Limited and Petra Capital Pty Limited acted as Joint Lead Managers, Joint Underwriters and Joint Bookrunners to the Offer.

Further details on the Equity Raising can be found in the Investor Presentation lodged with the ASX on 21 February 2023. The terms and conditions of the SPP were detailed in an SPP offer booklet dispatched to Eligible Shareholders and released to the ASX on 2 March 2023.

4.4. Quarterly Cash Position

Table 2: Quarterly Cash Position Summary

	A\$M
Cash and bullion – 31 December 2022	26.0
Sales receipts net of hedging	102.9
Operating costs including royalties	(81.5)
Reduction in trade creditors	(30.0)
Free cash flow used in operations	(8.6)
Sustaining capital and mine development expenditure	(6.1)
Growth and exploration activities	(19.8)
Cash used in development activities and other expenditure	(25.9)
Interest payments and bank fees	(3.5)
Debt Repayment	(14.8)
Capital Raising	53.7
Corporate overheads and business development activities	(3.5)
Cash from financing activities	31.9
Total cash and bullion increase/(decrease)	(2.6)
Cash and bullion – 31 March 2023	23.4

Cash and bullion at 31 March 2023 was \$23.4 million, relative to \$26.0 million at 31 December 2022. The Company received net proceeds of \$53.7 million from the first tranche of the equity raising during the Quarter, with \$30.0 million being applied to reducing trade creditors.

The record production of 17,550 ounces for the month of March resulted in KOTH's first month of positive operating cash-flow. With mining to continue on the granodiorite-ultramafic contact primary ore body and a lower steady-state cost base moving forward, Red 5 expects to generate strong positive operating cash-flows.

Following the sale of the Siana Gold Mine in 2021, the Red 5 Group has retained a 3.25% NSR royalty for up to 619,000 ounces of gold from the Philippines-based mine. Siana commenced production in the March Quarter, with an initial royalty of approximately \$0.2 million due to be received in the June Quarter. Production at Siana is expected to ramp up during 2023, with royalty payments to be received quarterly.

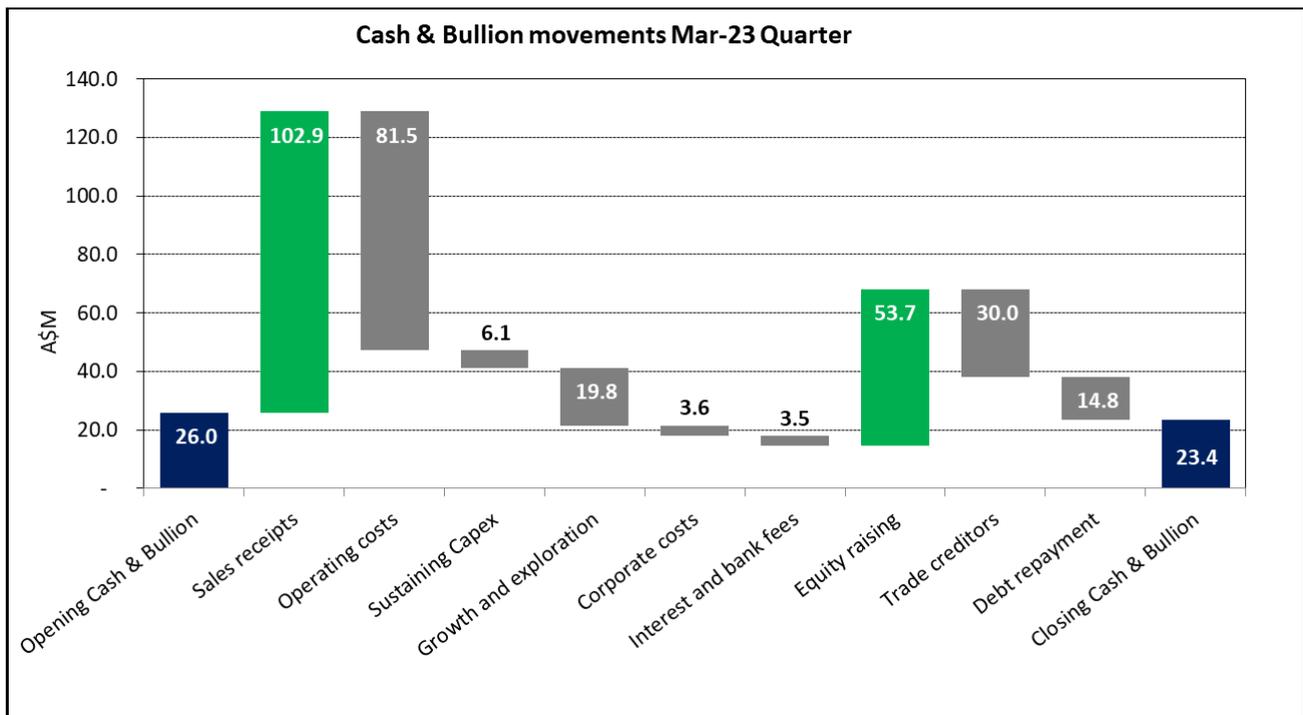


Figure 7: Cashflow waterfall for the March 2023 Quarter.

4.5. Loan facility and hedging

During the March Quarter, Red 5 paid down debt of \$14.8 million, reducing total debt under the KOTH Debt Facility to \$149.8 million (net debt of \$126.4 million). A further \$7 million loan repayment will be repaid in the June Quarter, together with the \$15 million working capital facility under the KOTH Debt Facility.

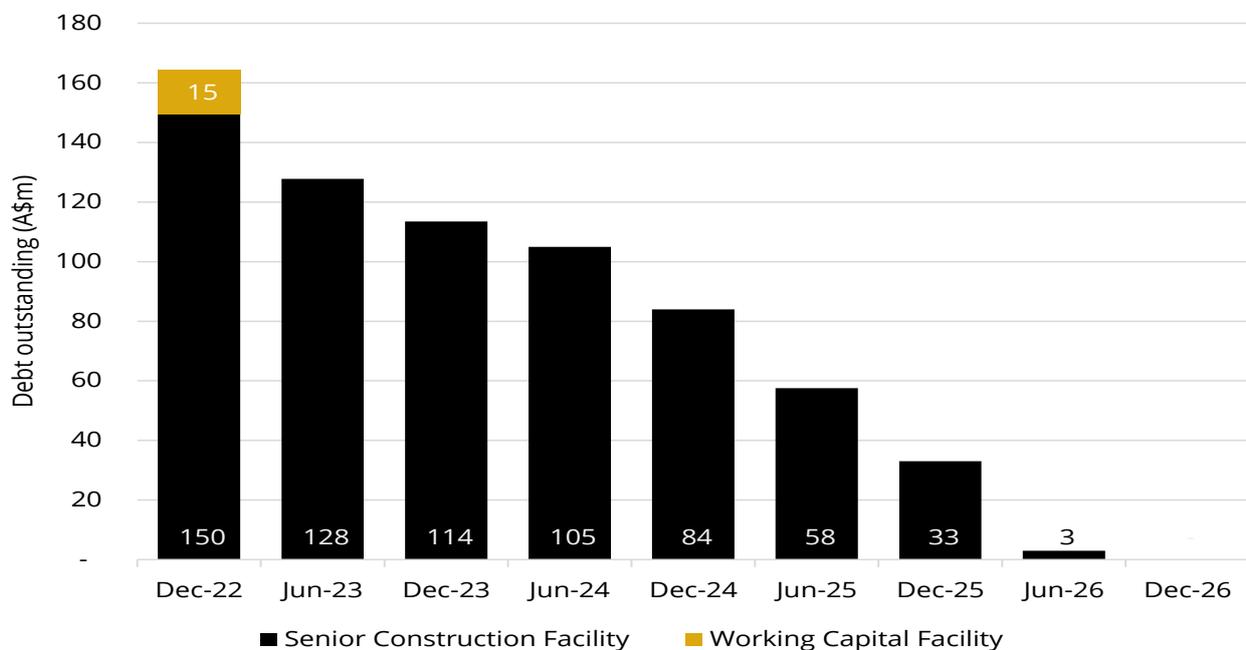


Figure 8: Loan Repayments Profile.

Red 5 delivered 26,558 ounces of gold against existing forward gold contracts at an average price of A\$2,369 per ounce during the March Quarter. The average selling price for the Quarter, inclusive of hedges, was A\$2,527 per ounce.

As flagged in the December Quarterly report, Red 5 entered into additional forward gold contracts for 71,379 ounces in the March Quarter for delivery between January 2023 and September 2026. At 31 March 2023, Red 5 has 338,684 ounces (representing 12.5% of KOTH Ore Reserves) of forward gold contracts outstanding, between April 2023 – September 2026, at an average price of A\$2,510 per ounce. The current hedge program profile is presented in Table 3 below.

Table 3: Hedging Profile

Period	Ounces	Average Price A\$
Q4 FY23	25,565	2,309
Q1 FY24	28,072	2,274
Q2 FY24	28,608	2,260
Q3 FY24	22,452	2,221
Q4 FY24	28,799	2,384
Q1 FY25	24,764	2,342
Q2 FY25	31,220	2,570
Q3 FY25	24,615	2,562
Q4 FY25	22,085	2,535
Q1 FY26	19,417	2,797
Q2 FY26	25,545	2,797
Q3 FY26	25,000	2,797
Q4 FY26	22,319	2,797
Q1 FY27	10,223	2,797
TOTAL	338,684	2,510

Authorised for release by the Board.

ENDS

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Competent Person Statement for Exploration Results

The information in the report to which this statement is attached that relates to Exploration Results is based upon information compiled by Mr Byron Dumpleton, a Competent Person, who is a Member of the Australian Institute of Geoscientists (membership number 1598). Mr Dumpleton is a full-time employee of Red 5 Limited. Mr Dumpleton has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Dumpleton consents to the inclusion in the report of matters based on his information in the form and context in which it appears.

Competent Person Statements for JORC 2012 Mineral Resource and Ore Reserves

Red 5 confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcements continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons findings are presented have not been materially modified from the original market announcements.

Forward-Looking Statements

Certain statements made during or in connection with this statement contain or comprise certain forward-looking statements regarding Red 5's Mineral Resources and Reserves, exploration operations, project development operations, production rates, life of mine, projected cash flow, capital expenditure, operating costs and other economic performance and financial condition as well as general market outlook. Although Red 5 believes that the expectations reflected in such forward-looking statements are reasonable, such expectations are only predictions and are subject to inherent risks and uncertainties which could cause actual values, results, performance or achievements to differ materially from those expressed, implied or projected in any forward-looking statements and no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of, among other factors, changes in economic and market conditions, delays or changes in project development, success of business and operating initiatives, changes in the regulatory environment and other government actions, fluctuations in metals prices and exchange rates and business and operational risk management. Except for statutory liability which cannot be excluded, each of Red 5, its officers, employees and advisors expressly disclaim any responsibility for the accuracy or completeness of the material contained in this statement and excludes all liability whatsoever (including in negligence) for any loss or damage which may be suffered by any person as a consequence of any information in this statement or any error or omission. Red 5 undertakes no obligation to update publicly or release any revisions to these forward-looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events other than required by the Corporations Act and ASX Listing Rules. Accordingly, you should not place undue reliance on any forward-looking statement.