

2020 Annual General Meeting – Chairman’s Address

I am pleased to report on what has been another busy and successful year for Red 5, which has seen the Company advance towards its objective of becoming a mid-tier Australian gold producer operating two production hubs in the Eastern Goldfields region of Western Australia.

Last year, I began my address by acknowledging the efforts of our senior management team, staff and contractors during what I described as one of the busiest periods in our history.

Even against that benchmark, the past year has seen everyone across the organisation take a further step forward and work tirelessly to achieve a series of milestones.

The important milestones of 2020 were:

- The announcement of a 31% increase in the bulk Mineral Resource base at KOTH to 4.1 million ounces of contained gold;
- The completion of a well-supported \$125 million capital raising in March 2020;
- Gold production of 92,779 ounces for FY20, underpinning sales revenue of \$200.3 million and a net profit after tax of \$4.54 million for the year;
- The implementation of a transitional production strategy in FY21 that will see underground mining at KOTH wind down by the end of this year, paving the way for the start of construction on the new bulk mining operation at KOTH and an increased focus on our Darlot Mining Hub strategy. That strategy was progressed through strategic bolt-on acquisitions and the commencement of a major exploration program. Further, the commencement of open pit mining at the satellite Great Western deposit will mark another important step forward in this transitional production strategy;
- The completion of the Final Feasibility Study for KOTH which delivered a 2.4Moz Ore Reserve, cementing KOTH’s status as one of Australia’s top 10 reserve-endowed gold mines. This Ore Reserve underpins an initial 16-year mine life at an average production rate of ~174,000oz per annum in the first six years, forecast total production of 2.5 million ounces at attractive all-in sustaining costs and impressive financial returns.

All of this has been achieved against the backdrop of what has been an eventful and, at times, turbulent macro environment, marked by the onset and escalation of the COVID-19 global pandemic.

Considering the challenges and uncertainties involved – which have at times required a flexible and creative response – I would like to sincerely thank the Red 5 team for their dedication and hard work, particularly in responding proactively to the COVID-19 situation to ensure the health and safety of everyone in the organisation while maintaining the continuity of our operations at all times.

With a final investment decision on the \$226 million development at KOTH expected in the coming months, we are also making excellent progress towards securing a suitable project debt facility to underpin the balance of the capital cost of this large-scale project.

KOTH is indeed a unique project for these uncertain times and we believe that it will make a significant contribution to the West Australian gold sector at a time when investment in growth and new opportunities has never been more important, with benefits including 450 construction jobs and 300 long-term jobs once KOTH is in steady-state operation.

Also, the Board remains focused on maximising value from the Siana Gold Project and we are currently actively investigating options based on the higher gold price.

As we prepare to make the transition to a multi-operational, mid-tier gold producer, the growing maturity and depth of the Red 5 organisation will be enhanced by important additions to our Board and senior management team.

I am delighted Andrea Sutton has accepted our invitation to join the Board as an independent non-executive Director, with her appointment to become effective after today's meeting. Andrea's impressive career in senior executive and operational leadership roles with Rio Tinto speaks for itself and we are looking forward to her contribution in the years ahead.

Also, experienced mining executive Jason Greive joins Red 5 as Chief Operating Officer later this month, adding further depth and expertise to our senior management team.

As we look to the future, the coming 12 months is set to be a transformational period for Red 5 with progress towards the delivery of the KOTH development and target production from 2022 onwards from two mining centres.

The exceptional progress we have made over the past year is due to the hard work and commitment of the Red 5 team, led by our Managing Director Mark Williams. I would like to once again extend my sincere thanks to the entire Red 5 team for their efforts, including my fellow directors and I also acknowledge the strong support of our shareholders throughout the year.

Kevin Dundo

Chairman

18 November 2020

Authorised for release by Kevin Dundo, Chairman.

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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.

Red 5 confirms that all the material assumptions underpinning the Final Feasibility Study production targets on the King of the Hills project (see ASX release dated 15 September 2020), or the forecast financial information derived from a production target, in the initial public reports continue to apply and have not materially changed.