

ASX Code: RDM

Red Metal Limited is a minerals exploration company focused on the exploration, evaluation and development of Australian copper-gold and basemetal deposits.

Issued Capital:

212,258,409
Ordinary shares

11,025,000
Unlisted options

Directors:

Rob Rutherford
Managing Director

Russell Barwick
Chairman

Joshua Pitt
Non-executive Director

RED METAL LIMITED

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ASX ANNOUNCEMENT
10 July 2020

SHARE PLACEMENT TO FUND RED METAL'S 100% OWNED PROJECTS RAISES \$3 MILLION

The Board of Red Metal Limited is pleased to announce that it has received firm commitments for a placement of 33,333,334 ordinary shares (the "Shares") to raise A\$3 million to selected Australian institutions and professional investors. The Shares are to be issued at a price of A\$0.09 per Share, which represents a 9% discount to the 15-day volume weighted average share price. Veritas Securities Limited acted as Lead Manager to the placement.

The proceeds of the placement will primarily be used to advance targets towards drilling on several of the Company's 100% owned projects. This will include a 2D seismic trial over the advanced Maronan silver-lead project, magnetotelluric surveying for large copper-gold breccia systems on Corkwood (Figure 1) and ground electromagnetic surveys on the new Pardoo nickel-copper project. The new funds will enable the Company to maintain its strong project generation capacity and also be used for general working capital purposes.

The placement Shares will be issued under the Company's existing placement capacity under Listing Rule 7.1A (21,225,841 shares) and Listing Rule 7.1 (12,107,493 shares) on or about 15 July 2020.

This ASX announcement was authorised by the Board of Directors.

For further information concerning Red Metal’s operations and plans for the future please refer to the recently updated web site or contact Rob Rutherford, Managing Director at:

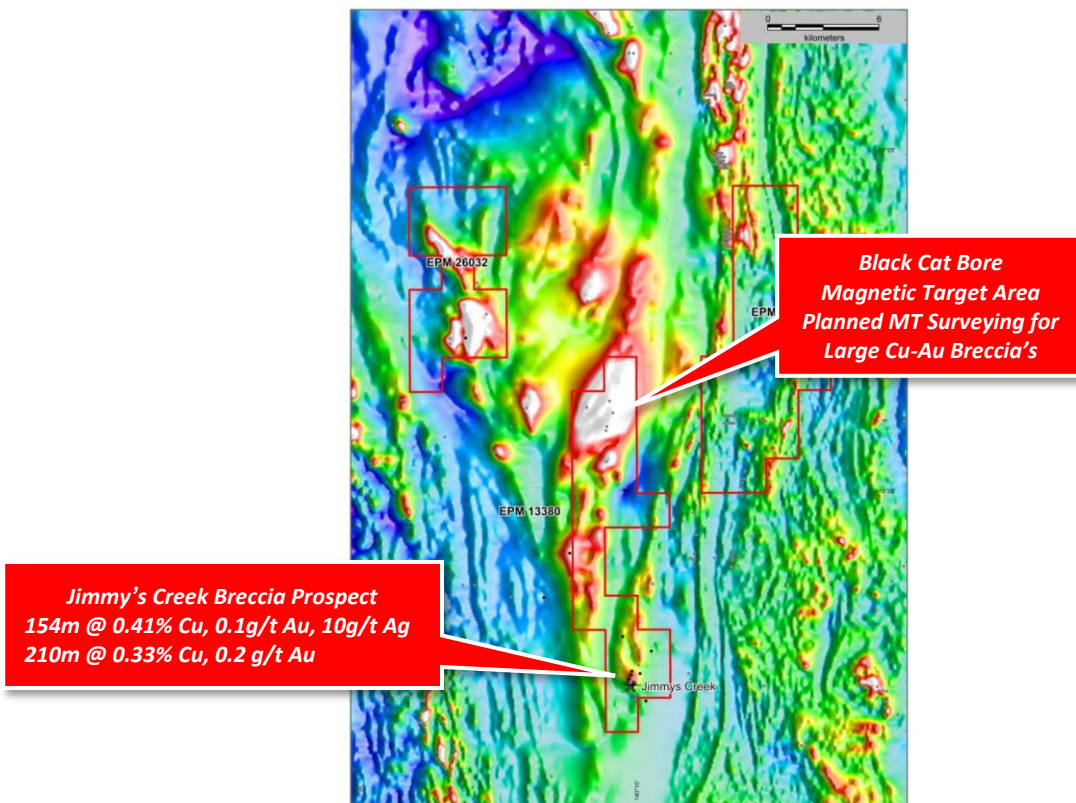
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Rob Rutherford
Managing Director



Russell Barwick
Chairman



[Figure 1] Corkwood Project: Showing the Black Cat Bore magnetic target proposed for magnetotelluric (MT) surveying.

The information in this report that relates to Exploration Results is based on and fairly represents information and supporting documentation compiled by Mr Robert Rutherford, who is a member of the Australian Institute of Geoscientists (AIG). Mr Rutherford is the Managing Director of the Company. Mr Rutherford has sufficient experience which 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 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Rutherford consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.