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The Manager
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PRELIMINARY VTEM DATA SUPPORTS HIGH PRIORITY CONDUCTIVITY TARGET AT TOLLU PROJECT, WEST MUSGRAVE, WESTERN AUSTRALIA

Highlights

- Preliminary airborne electromagnetic (VTEM_{max}) survey data shows conductive features of interest at Redstone's 100% owned West Musgrave Project
- The size and amplitude of at least one of the EM anomalies defines a high priority nickel-copper (Ni-Cu) sulphide target warranting further follow-up. The EM anomaly has a strike length of approximately 500 metres
- Planning and permitting for follow-up exploration will commence once final data has been delivered and interpreted

Redstone Resources Limited (ASX: RDS) ("Redstone" or "the Company") is pleased to announce it has recently completed an airborne EM (VTEM_{max}) survey at its 100% owned Tollu Project ("Tollu" or "the Project") in the West Musgrave region, Western Australia as part of its recent Tollu Project review.

Preliminary data, acquired on 200m line spacing, supports a high priority magmatic nickel-copper (Ni-Cu) sulphide exploration target. The target is defined by an isolated late time electromagnetic (EM) anomaly occurring over a strike length of approximately 500 metres (3 lines). The EM anomaly occurs in an embayment in the interpreted ultramafic rocks. Magmatic nickel sulphide deposits are usually highly conductive, and are hosted by mafic and ultramafic rocks.

The location of the priority conductive geophysical target is approximately 2.5 km to the north west of the Tollu Project (Figure 1). It is positioned on the south east margin of a magnetic feature, interpreted to be ultramafic rocks proximal to a regional east-west oriented fault.

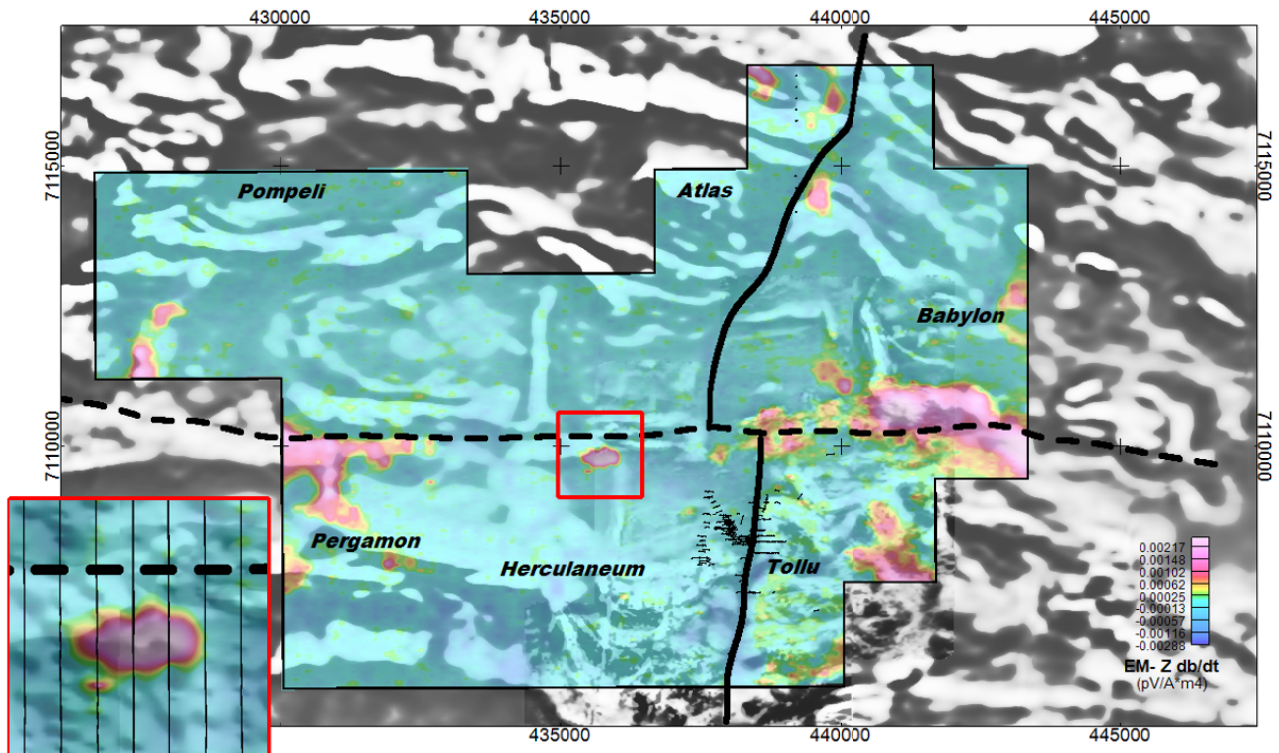


Figure 1 – Tenement E69/2450 airborne magnetic image (grey) with preliminary late time Z component channel 48 (10.667 msec after turn off) as the colour image. Historical drilling and prospects shown in black. Conductive feature of interest within red square, inset on left showing conductor with flight lines (200m apart).

Commenting on the survey, Redstone Resources Chairman Richard Homsany said “The Company’s recent project review has, in addition to the continued evaluation of the prospective Tollu copper targets, identified the potential to host another large Ni-Cu sulphide deposit such as Cassini Resources’ nearby Nebo- Babel deposit.”

“The preliminary VTEM results represent a significant step forward in assessing the broader potential of the Tollu project for large-scale Ni-Cu sulphide targets and we are keen to expand our current exploration initiative to include these targets.”

Planning for follow-up exploration will commence once final data has been delivered/ interpreted and all conductive features have been assessed. Final data is expected in a few weeks.

ENDS



Competent Persons Statement

The information in this report that relates to Geophysical Exploration Results is based on information compiled by Mr Barry Bourne, who is employed as a Consultant to the Company through geophysical consultancy Terra Resources Pty Ltd. Mr Bourne is a fellow of the Australian Institute of Geoscientists and a member of the Australian Society of Exploration Geophysicists and has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Bourne consents to the inclusion in the report of matters based on information in the form and context in which it appears.

ABOUT REDSTONE RESOURCES

Redstone Resources Limited (ASX: RDS) is a Perth-based company focused on highly prospective copper exploration properties in the West Musgrave region of Western Australia.

Redstone's 100% owned Tollu Project is located in the southeast portion of the West Musgrave region of Western Australia. The Company has also identified the potential for a number of other prospects on the Tollu tenement (E 69/2450) in addition to the Tollu Project.

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