



24 December 2015

The Manager
Company Announcements Office
Australian Stock Exchange Limited
Level 4, Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Electronic Lodgement

Tollu Drilling Programme Completed

Redstone Resources Limited (**ASX: RDS**) ("**Redstone**" or the "**Company**") is pleased to advise that the +8,000 metre RC drilling program at the Company's 100% owned Tollu Copper Project (the "**Project**") located in the West Musgrave region of Western Australia has been completed.

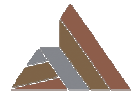
Highlights:

- ✓ **RC drilling programme commenced on 19 November 2015**
- ✓ **50 holes for 8,146 metres completed**
- ✓ **Logging confirms presence of significant copper mineralisation**
- ✓ **Copper mineralisation identified on numerous prospects previously undrilled**
- ✓ **First batch of drill samples at the lab for assay**
- ✓ **Campaign included drilling to target near surface oxide mineralisation**
- ✓ **Potential to significantly expand global exploration target and geological understanding**
- ✓ **Programme expected to deliver maiden (JORC) copper resource for the Tollu Project**

Drilling Programme

The reverse circulation ("**RC**") drilling progressed in a timely manner finishing ahead of schedule, with 50 holes drilled for a total of 8,146 metres completed, primarily on the Chatsworth, Eastern Reef and Main Reef Prospects.

The drilling has consistently intersected quartz veining with strong malachite mineralisation in the near surface holes, and quartz veins with stringer and disseminated sulphides (chalcopyrite/pyrrhotite/pyrite) in the deeper holes.



Geological logging of the recent RC drilling at Tollu has confirmed the presence of significant copper mineralisation in the form of chalcopyrite and to a lesser extent bornite in stringer and disseminated sulphide zones within the large-scale hydrothermal quartz system with malachite existing as a by-product of surface oxidation to depths of up to 50 metres.

As well as helping to define a potential maiden resource at the Chatsworth prospect, the recent drilling positively identified mineralisation on numerous prospects previously undrilled including Main Reef, Main Reef North, Chelsea, Chatsworth North, Eastern Reef North and Forio.

Assays and Results

The first batch of drill samples have arrived at the lab for assay and the results from this are expected within the fortnight.

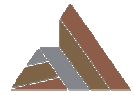
The balance of the drill program assays are expected to be analysed by February 2015, following which the delivery of a maiden JORC resource is expected in the March 2016 quarter.

Aim of the Drilling Programme

The Company has identified a number of prospective targets for drilling at the Tollu Project, with the aim of the RC drilling programme being to target near surface hydrothermal copper (oxide and sulphide) mineralisation. The main activity concentrated on the known higher-grade zones at the Chatsworth, Main Reef and Eastern Reef prospects within the Tollu Project. The primary purpose was to validate the Tollu mineralised system. The delivery of a maiden (JORC) copper resource is an expected outcome.

Competent Persons Statement

The information in this announcement that relates to exploration results was authorised by Mr Darryl Mapleson, a Principal Geologist and a full time employee of BM Geological Services, who are engaged as consultant geologists to Redstone Resources Limited. Mr Mapleson is a Fellow of the Australian Institute of Mining and Metallurgy. Mr Mapleson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration to act 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 Mapleson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

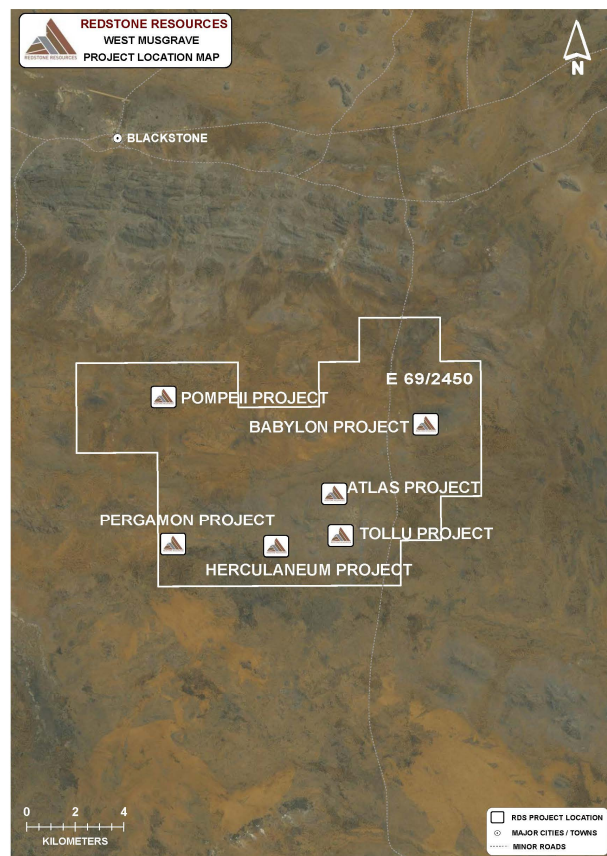


ABOUT REDSTONE RESOURCES

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 projects on the Tollu tenement (E69/2450) in addition to the Tollu Project.



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