

ASX Release
25 March, 2013

ASX Code: RDM

Issued Capital:

144,721,919
Ordinary shares

7,175,000
Unlisted options

Directors:

Rob Rutherford
Managing Director

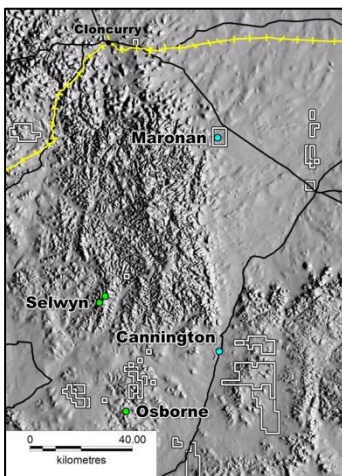
Russell Barwick
Chairman

Joshua Pitt
Non-executive Director

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[Figure 1] Project Location

Maronan Silver-Lead Project
Visual Drill Results From MRN12004B

Red Metal is pleased to announce that drilling has successfully intersected multiple zones of fresh lead sulphide mineralisation within the targeted banded carbonate-lead sulphide horizon.

MRN12004B pierced the carbonate-lead sulphide horizon of the Upper BIF about 155 metres north of the strong silver and lead sulphide mineralisation in MRN12003B. This fresh sulphide intercept is about 190 metres below the oxidised and leached mineralisation in MRN12004 (Figures 2 & 3).

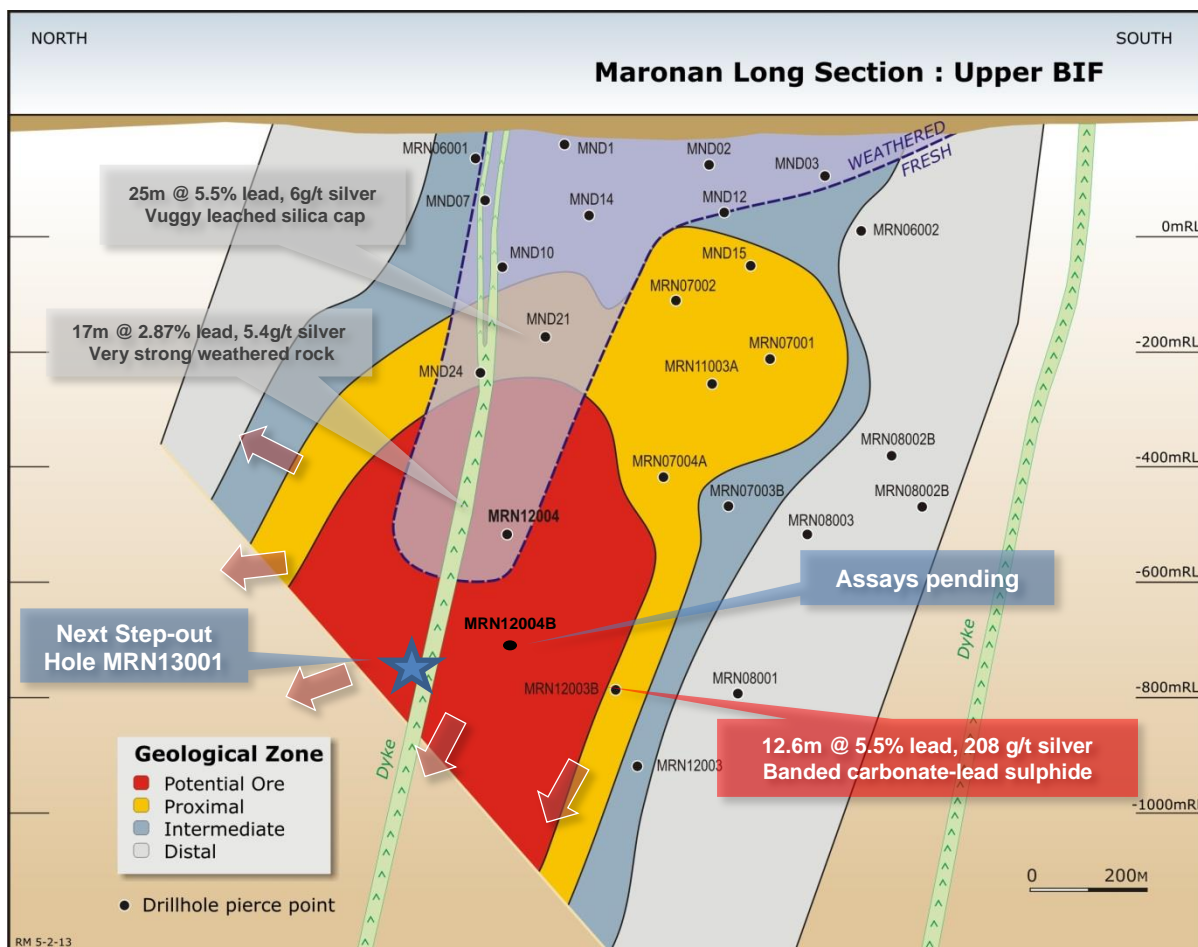
Drill core **observations** from MRN12004B reveal variable strong, moderate and weak disseminated and banded lead sulphide mineralisation throughout the whole banded carbonate interval which has a combined **true width** of over 20 metres. Although silver grades cannot be visually estimated, the lead sulphide mineralisation in MRN12004B appears visually similar to the lead mineralisation in MRN12003B which is enriched in silver (Figure 4).

MRN12004B is only the second hole to have been drilled deep enough to intersect the target horizon below the base of oxidation. Potential for further wide zones of primary lead and silver mineralisation exists to the north and at depth (Figure 2).

The wide copper vein zone intersected in the parent hole, MRN12004, was also intersected in MRN12004B (Figure 2). Here the vein zone is over 40 metres in true width. Mineralisation comprises mostly iron sulphides (pyrrhotite) with multiple narrow intervals of moderate copper sulphides throughout.

Drilling on MRN12004B is still in progress testing the Lower BIF target horizon (Figure 3). Assay results from the Upper BIF horizons are expected within about two weeks.

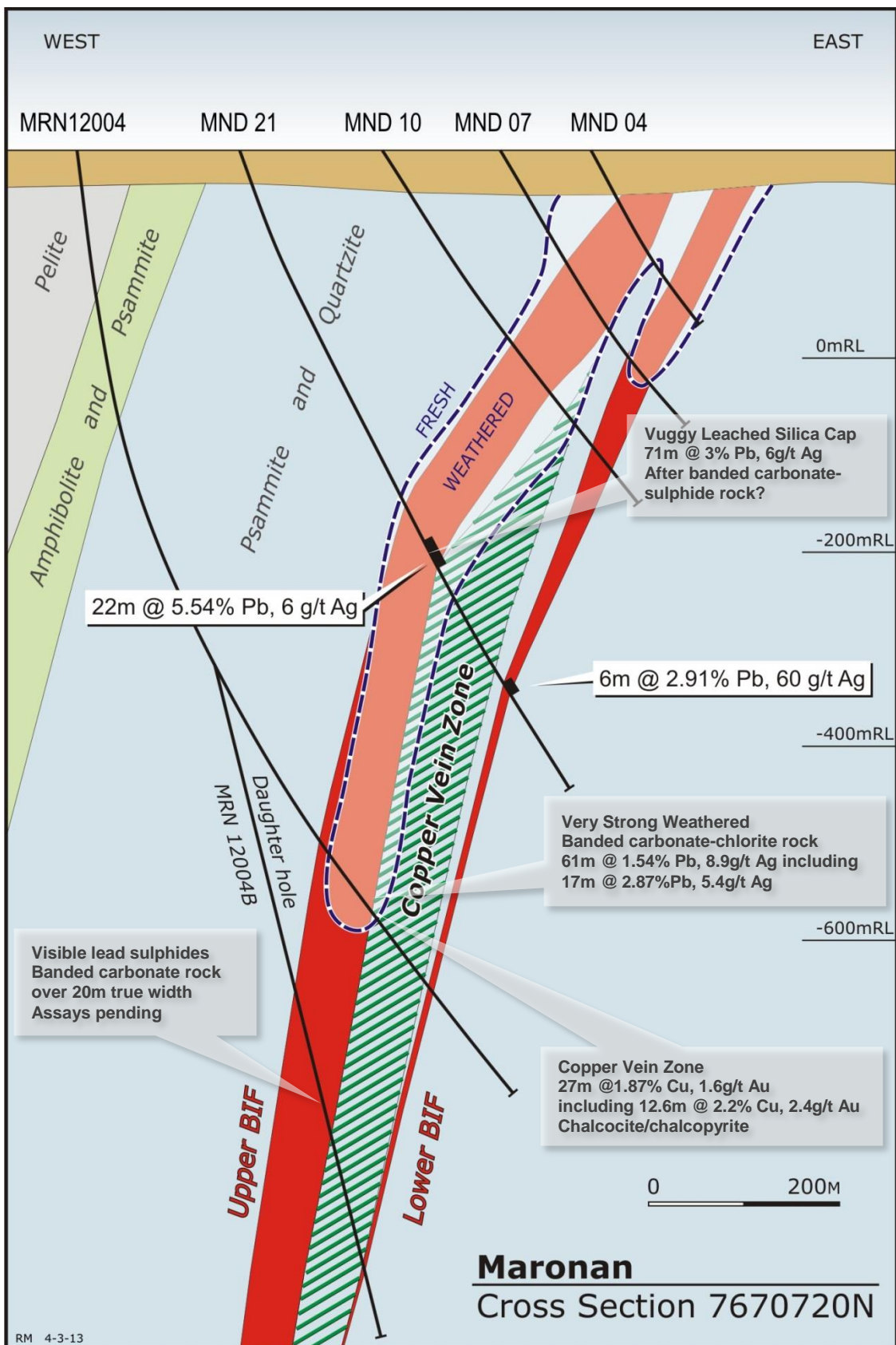
A third stepout hole, designated MRN13001, will be initiated once MRN12004B is completed. This hole will target the extension of the banded carbonate-lead sulphide horizon a further 200 metres north of the MRN12004B pierce point (Figure 2).



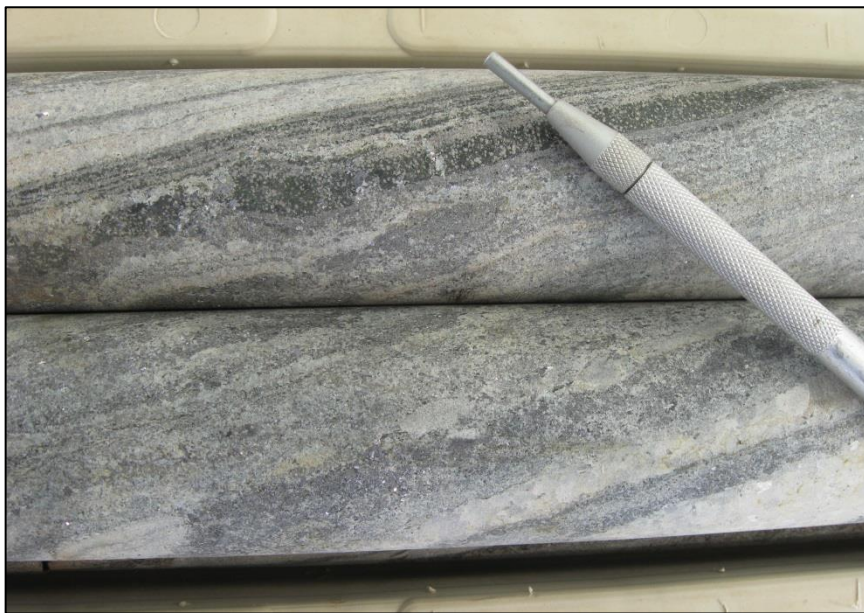
[Figure 2] Maronan Project: Longitudinal section viewed facing east for the Upper BIF with the drill hole number posted by the pierce point. Key down-hole intercepts highlight potential for wider zones of lead and silver mineralisation at depth below the zone of deep weathering. Note, unless stated otherwise the estimated true width ranges between 75%-85% of the posted down-hole intercept. Silver and lead mineralisation from the weathered zones in MND21 and MRN12004 may have been leached and depleted by the weathering process. Although assay results are still pending the visual results from MRN12004B support this concept.

[Table 1] Survey information for the drill hole MRN12004B.

Hole ID	GDA94_E (m)	GDA94_N (m)	Azimuth	Dip	EOH (m)
MRN12004B	490967	7670728	57	-80	1016.6



[Figure 3] Maronan Project: Drill cross section with summary geological interpretation showing down-hole intercepts. Note, unless stated otherwise the estimated true width ranges between 75%-85% of the posted down-hole intercept. Silver and lead mineralisation from the weathered zones in MND21 and MRN12004 may have been leached and depleted by the weathering process. Although assay results are still pending the visual results from MRN12004B support this concept.



[Figure 4] Maronan Project: Typical strong visible lead sulphide mineralisation from fresh banded carbonate-lead sulphide rock in MRN12003B at 1234.3 metres down hole (above) and MRN12004B at 970.5m (middle) and 994.0m (bottom) down hole. The dominant grey-silver mineral is lead sulphide (galena).

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



Background: *Drilling on the Maronan project in late 2011 successfully intersected significant high-grade silver-lead mineralisation of a similar style and tenor to the nearby Cannington deposit - one of the world's largest silver and lead producing operations. This work supported Red Metal's new geological model and encouraged the Company to test a strong off-hole conductor leading to the identification of a thickened zone of high-grade silver and lead mineralisation in MRN12003B. Continued success will open the project up to further step out drilling and potentially resource definition drilling in the year ahead.*

The information in this report that relates to Exploration Results is based on information 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 mineralization under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 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.
