



25 November 2011

The Manager
ASX Company Announcements
Level 4,
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam,

RE: ISSUE OF OPTIONS SHORTFALL

On 28 September 2011, MRG Metals Limited issued 38,816,708 Options pursuant to the Prospectus lodged 22 August 2011.

We wish to advise that we have issued the shortfall of 5,241,285. These were issued at the discretion of the Directors to Foreign holders who met the legal requirements, to existing Shareholders who did not receive their mail in time to accept by the due date and other Shareholders. There was no allocation of shortfall to Directors of the Company.

Accordingly, the Options issue was fully subscribed.

Further, we confirm that the Company has Cash reserves in excess of \$5 million.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'Shane Turner', is positioned above the printed name and title.

SHANE TURNER
Director/Secretary