19 AUGUST 2013 **ASX ANNOUNCEMENT**

GRANT OF LOONGANA EXPLORATION LICENCE IN ALBANY FRASER PROVINCE

- **LICENCE COVERS LAYERED MAFIC & ULTRAMAFIC INTRUSIVE COMPLEX - PROSPECTIVE FOR PLATINUM & NICKEL MINERALISATION**
- **STRONG GRAVITY ANOMALY - WITHIN TOP 10% OF GRAVITY RESIDUALS FOR AUSTRALIA**

The Board of MRG Metals Ltd ('MRG' or 'Company') is pleased to announce that the Loongana exploration licence application, E69/3104, is now granted. The Loongana project, recently acquired from Sasak Resources Australia Pty Ltd, largely covers an interpreted layered mafic / ultramafic intrusive complex considered prospective for platinum and nickel mineralisation. The mineralisation is likely to occur either as strataform or stratabound reefs within the complex, or associated with disseminated to massive nickel - copper sulphides in the margins.

Location

The Exploration Licence covers an area of approximately 220 square kilometres, approximately 480km east of Kalgoorlie on the Nullarbor Plain in Western Australia and 50 km north of the Trans Australia railway. The target intrusive complex lies under a cover of younger sedimentary rocks.

Geology

The project area covers a large discrete, coincident magnetic and-gravity anomaly over a layered mafic / ultramafic intrusive complex within the eastern portion of the Proterozoic Albany-Fraser Province. The associated gravity anomaly is very significant and is within the top 10% of gravity residuals for the whole of Australia (Figure 1). High gravity residuals indicated the presence of dense rocks, which may be indicative of the occurrence of mineralisation. The main target zone is 45km long, and up to 15km wide at its widest point. These mafic / ultramafic intrusives are typical host rocks for layered platinum - nickel - copper mineralisation. Previous diamond drilling by Helix Resources, following a different exploration strategy, returned 0.72m @ 0.12 ppm Platinum + Palladium from 275.2m downhole.

Prospectivity

The main exploration target is a strong geophysical anomaly below the Cretaceous to Tertiary limestone and clastic sedimentary rocks of the Eucla Basin. The magnetic and gravity signatures interpreted by Sasak suggest the possibility of Pt-Ni-Cu mineralisation associated with mafic/ultramafic lithologies. Exploration models include stratiform reef-style Platinum Group Elements ('PGE') (Bushveld/Stillwater model) and Ni-Cu-PGE in massive or disseminated sulphides (Jinchuan/Voisey's Bay-style deposit).

Work Program

Sasak Technical Services will undertake a review of this licence as part of a Company-wide technical review of the exploration portfolio. The outcome, expected to be completed by the end of Q3 2013, will be a cost effective integrated work program to identify targets for follow-up geophysical analysis and drilling.

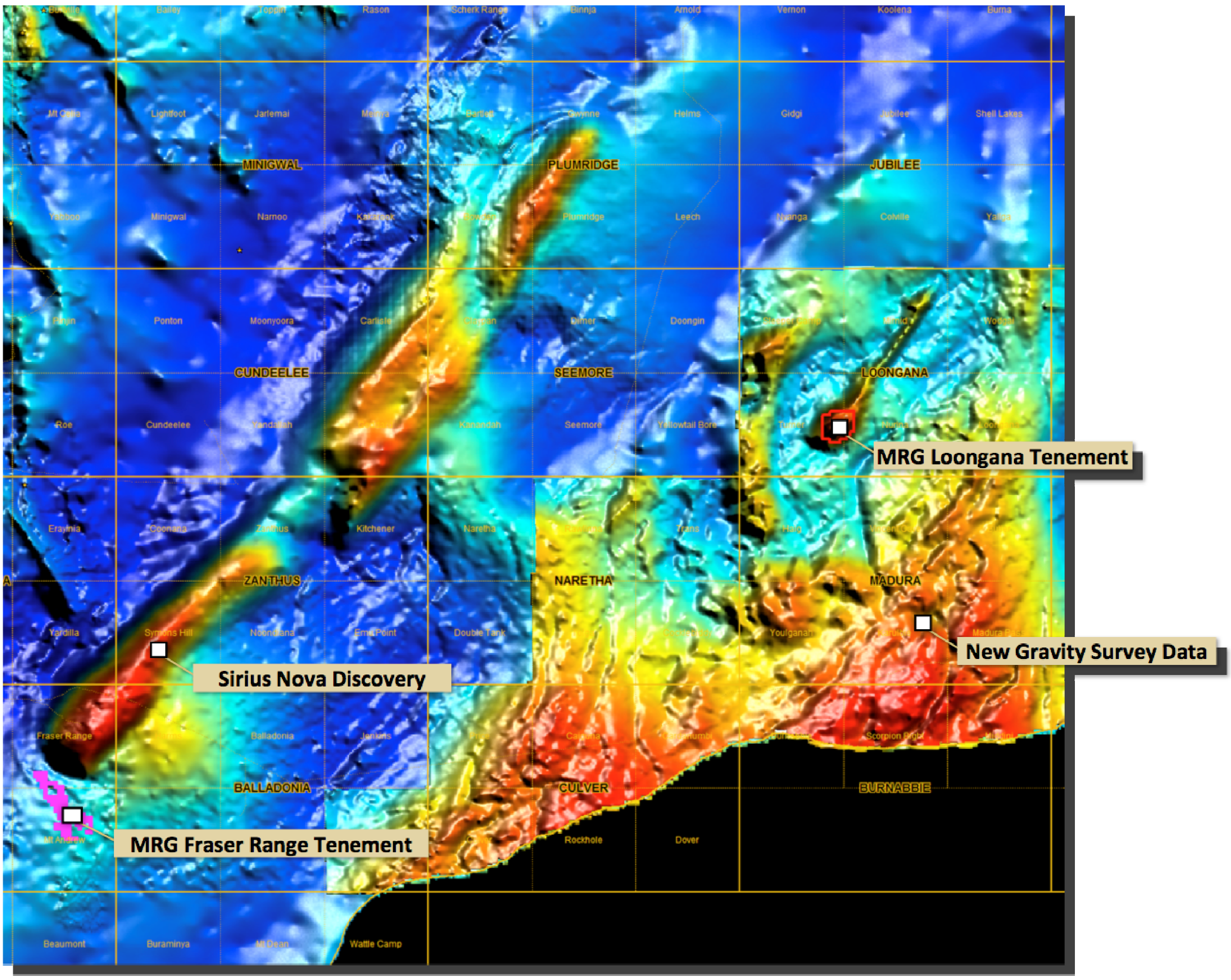

Figure 1.   Loongana Tenement overlain on Bouger Gravity.

The information in this report, as it relates to Exploration Results is based on information compiled and/or reviewed by Mr Keith Weston, who is a member of the Australasian Institute of Mining and Metallurgy (AusIMM).
Mr Weston is an employee to the Company and has the relevant experience with the mineralisation reported on 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 ". Mr Weston consents to the inclusion in the report of the matters based on the information in the form and context in which they appear.

Forward Looking Statement

All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of MRG Metals Ltd ('MRG' or 'Company') are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as ''anticipate", "believe", "could", "estimate", "expect", "future", "intend", "may", "opportunity", "plan", "potential", "project", "seek", "will" and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, its Directors and management of MRG that could cause MRG's actual results to differ materially from the results expressed or anticipated in these statements. The Company cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. MRG does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law and stock exchange listing requirements.