

ASX ANNOUNCEMENT
30 September 2016
MRG METALS LIMITED

APPROVAL RECEIVED FOR LODGEMENT OF A\$550,000 R&D REFUND

- **MRG has received approval for registration of research and development activities carried out in FY2016**
- **Application included a claim for R&D of c. A\$1.225M, equating to a potential refundable tax offset of c. A\$0.55M**
- **Funds from this R&D claim will be put towards MRG's 2016/2017 exploration and program**

MRG Metals Limited ("**MRG**" or "the **Company**", ASX: MRQ) is pleased to announce that it has received approval for its registration of research and development activities ("**R&D**") carried out during the year ended 30 June 2016. The approval was received from Department of Industry, Innovation and Science, Australian Government.

The Company appreciates the Government's continued support for the R&D Tax Incentive, which provides valuable financial assistance to companies like ourselves that undertake innovative and technically challenging research.

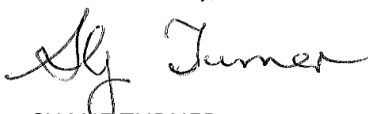
The application included a notional claim for R&D of approximately A\$1,225,000. This should equate to a refundable tax offset of approximately A\$550,000 upon lodgement of the Company's FY2016 income tax return ("**ITR**"). The Company expects to lodge its ITR shortly.

Eligibility of the R&D refundable offset is subject to the Company meeting all relevant criteria and the claim could be reviewed by AusIndustry or the Australian Taxation Office. The Company, however, has no reason to believe it will not meet all relevant criteria.

The expected receipt of the R&D cash rebate of A\$0.55M, together with the recent receipts from a Placement of A\$0.52M and the Rights Issue of A\$1.51M, total up to \$2.6M before costs. This will fund the Company's exciting 2016/2017 exploration and drilling program.

The Company will provide an update on the Yardilla soil sampling and QLD VTEM program next week.

Yours faithfully,

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

SHANE TURNER
Director/Secretary