Yardilla: (Drilling Mid November, 2016)

- **Over 800 Soil samples collected and awaiting multi element analysis.**
- **Complete Lab results anticipated by Mid October.**
- **Technical Analysis to be completed by end October.**
- **Drilling (subject to target confirmation) anticipated Mid November.**

MRG Metals Limited ("**MRG**" or "the **Company**", ASX: MRQ) is pleased to announce that the soil sampling program at Yardilla is complete. Assay analysis at the Perth lab is underway and indications of completion by end of next week. A technical review of the data by Sasak Technology will immediately follow with anticipated target generation completed by end of October.

The Company has submitted a Program of Works for approval by the Department of Mines & Petroleum to facilitate a rapid transition to drilling. Consistent with the drive to move quickly to drilling, the Company has begun discussions with potential drilling contractors. It is anticipated this will facilitate commencement of drilling within weeks of final target identification.

The Company will provide a further update once the technical analysis of the soil sampling is complete.

Xanadu: (Drilling December, 2016)

- **Further Technical analysis has fine-tuned targets:**
    - **Within the 8km underlying Lithocap**
    - **At the Mt Olympus style zone at Pertinax**
- **Government Co-funding is approved for drilling in 2016.**

The Company proposes to fast track drilling at Xanadu ahead of the Queensland projects due to confirmation of available targets, readiness of the site for further drilling (existing approved Program of Works) and the Government Co-funding commitment ($120k). This makes Xanadu a compelling drilling program for 2016.

Queensland Projects: (Drilling Early 2017)

- **VTEM program underway.**
- **Kamileroi completed.**
- **Mount Angelay, Selwyn and Squirrel Hill planned fly over week commencing October 10.**
- **Full program completion anticipated by end October.**
- **Technical data review by end November.**

The Company has a desire to fast track to a drilling program within its Queensland portfolio. However, it is recognised that the portfolio may generate multiple targets. Therefore the Board believes it is appropriate to finalise analysis across the entire portfolio with a view to prioritise the targets within the portfolio on the basis of prospective ranking, drill ability and cost of drilling (predominantly impacted by depth of cover). This detailed analysis can only be completed after the appropriate review of the projects requiring the input of all the data into our modelling and Geophysical analysis. The Board anticipates this detailed analysis and prioritisation will be completed by years end and a structured drill program for the QLD projects will commence in early 2017.

This is an exciting time for the Company as we enter a period of near continuous drilling activity, across a number of targets, commencing in November.

ANDREW VAN DER ZWAN
Non-Executive Chairman