COMPLETION OF DRILLING AT XANADU AND SUCCESSFUL APPLICATION FOR WA GOVERNMENT CO-FUNDING

- **MRG has completed its drilling program at Xanadu**
- **Preliminary drill core observations suggest multiple promising zones**
- **Largest zone of interest exceeded 75m of continuous potential host rocks**
- **Assay results expected approximately two weeks from now**
- **A$110,000 in co-funding received from WA Government for further drilling program**

COMPLETION OF XANADU DRILLING PROGRAM

MRG Metals Limited ("**MRG**" or the "**Company**", MRQ.ASX) is pleased to announce that this round of drilling at Xanadu Gold Project ("**Xanadu**") is complete. The drilling ultimately consisted of two deep holes testing two different geological environments:

i) **Testing of a zone under the southern portion of the previously operating Amphitheatre Mine (historic production of approximately 10koz Au)**
A 600m hole at Amphitheatre sought a potential ore ponding position under the massive dolomite. Initial observations of the drill core suggest two separate 10 to 20m wide zones of both disseminated and blebby sulphides hosted within calcareous siltstones in the massive dolomite. A lower zone, 75m wide within siliceous rocks under the dolomite was also observed. This lower zone is within clastic rocks of the Mount McGrath Formation (the same host rocks to the nearby Mount Olympus Gold Mine). This is potentially the ponding environment that this hole set out to discover.

ii) **Testing of a feeder structure associated with the Big Bend prospect**
A 360m hole at Big Bend sought to test a feeder structure, thought to be the source for shallow strata-bound mineralisation. The mineralisation observed in drill core at Big Bend, comprises an approximately 25m zone of both stringer and disseminated sulphides within a strongly brecciated dolomite. This zone of brecciation with associated sulphides is likely to be the feeder structure, confirming our 3D modelling of this prospect.

Drill core from the program is now at a laboratory in Perth for cutting and subsequent assay. Initial results are anticipated in approximately 2 weeks time.

CO FUNDING RECEIVED FOR FURTHER DEEP DRILLING AT XANADU

MRG has been advised by the Government of Western Australia's Department of Mines and Petroleum that its application for co-funding has been approved. This funding is available under Round 12 of the Exploration Incentive Scheme. Under the Exploration Incentive Scheme, funds committed by MRG towards the approved drill programs will be matched by funds from the Western Australian Government, up to a maximum of A$110,000.

This application will help to facilitate further deep drilling at Xanadu.

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