YARDILLA AUGER SAMPLING COMMENCING

Key Points:

- **An 800 sample auger program will provide multi-element geochemistry to support drilling in Q4.**
- **3 weeks field program followed by 2-3 weeks lab analysis.**
- **Data analysis using Sasak Technology through October to identify drill targets.**
- **Upon successful target identification anticipate drilling to commence in November.**

MRG Metals Ltd ('MRG') has engaged contractors to commence this week an auger calcrete sampling program over the three exploration licences that comprise the Yardilla Project. This form of geochemical sampling is a standard technique ubiquitously utilized by other explorers in the Albany Fraser Zone. The program will comprise some 800 samples, as infill or extension to lines to previous broad spaced sampling completed by Anglo American, which were not followed up at the time, but which have been identified as anomalous using Sasak Technology.

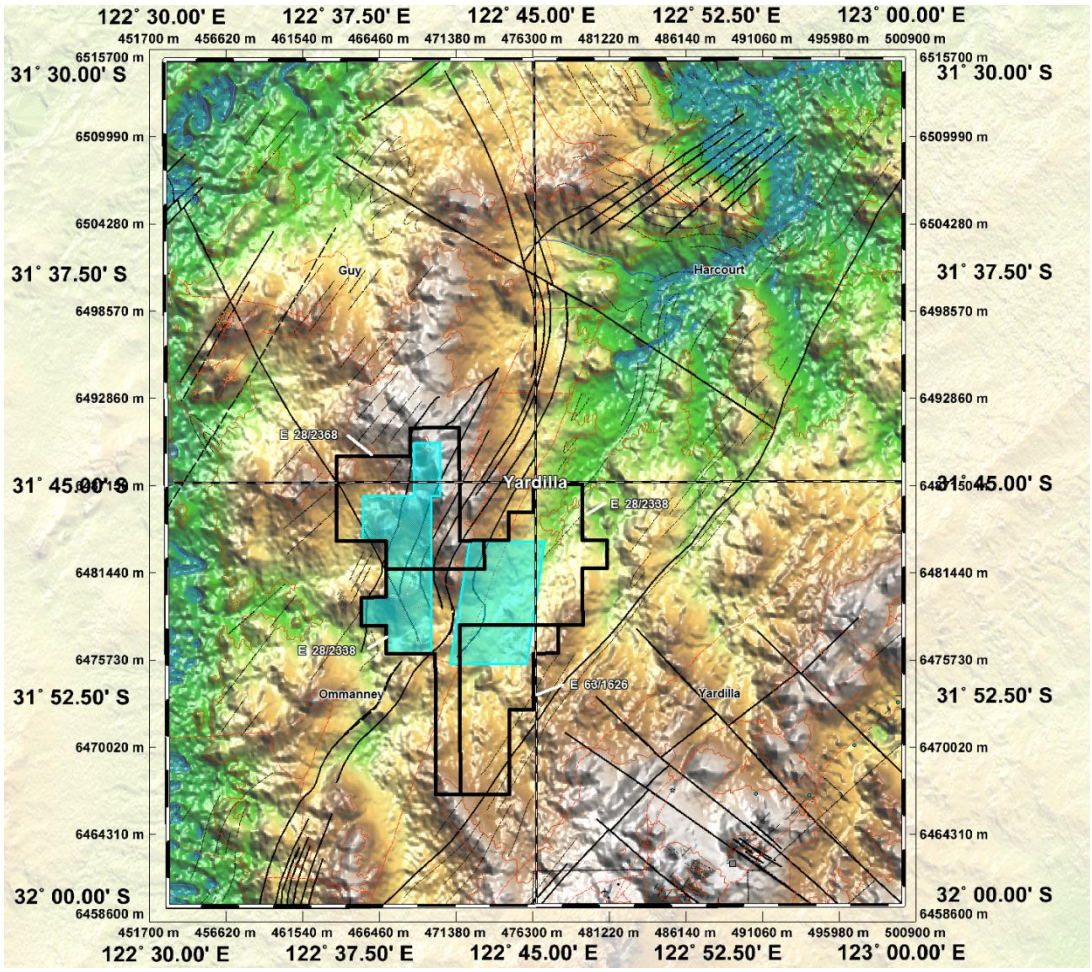


Figure 1 – Yardilla Project areas of auger geochemical sampling.

The sampling will cover two separate areas. The western area covers geophysical and geochemical anomalies over a north – south oriented greenstone belt that lies on the southern end of the Kurnalpi Terrane of the Yilgarn Craton, within exploration licences E28/2338 and E28/2368. The eastern area covers extensions to multi-element with geochemical anomalies adjacent to the Cundeellee Fault, where MRG is seeking a Tropicana Deposit analogue. These areas to be covered by the Auger sampling are illustrated below (Figure 1).

Yardilla Project Background

MRG's Yardilla Project comprises 3 exploration licences covering high impact gold and nickel sulphide targets, located 95km east-northeast of Norseman on the boundary between the Archaean Yilgarn Craton and the Proterozoic Albany-Fraser Orogen.

The Albany-Fraser Orogen hosts a number of world class deposits, including:

- Tropicana gold mine – Resource of 115.7Mt @ 1.89 g/t Au for 7.04Moz Au (30 June 2015)
- Nova-Bollinger nickel sulphide deposits – Resource of 14.3Mt @ 2.3% Ni & 0.9% Cu for 325kt Ni & 134kt Cu (30 June 2015)
- Trilogy base metal deposit – Resource of 6.2Mt @ 1% Cu, 0.9 g/t Au & 47 g/t Ag for 65kt Cu, 214koz Au & 9.3Moz Ag (30 June 2015)

The project is considered highly prospective and spans a portion of a the major tectonic suture between the Kurnalpi greenstone Terrain of the Yilgarn Craton and the Proterozoic Albany-Fraser Province, covering tectonically reworked Archaean rocks which form the eastern margin of the Yilgarn Craton. This is a Tectono-Structural position similar to Tropicana deposit.

Previous explorers had found geochemical anomalism adjacent to the Cundeelee Fault. Subsequent analysis of this geochemical data by Sasak Technology identified several multi – element anomalies, previously unrecognised and hence untested. These geochemically anomalous zones extend further to the south west, close to the suture zone (Cundeelee Fault). MRG's infill and extensional sampling will firm up these anomalies.

Additionally, the project covers a greenstone belt containing anomalous Nickel geochemistry accompanied by the strongest magnetic anomaly in the southern part the Yilgarn Craton. Geochemical sampling over this greenstone belt aims to define gold and nickel drill targets within the belt.

Andrew Van Der Zwan

Chairman

The information in this summary 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 2012 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.