# AUSTRALIAN SECURITIES EXCHANGE ANNOUNCEMENT
## & MEDIA RELEASE

4 December 2019

# $1.25M PLACEMENT COMPLETED TO RAMP UP EXPLORATION

MRG Metals Limited (ASX Code: MRQ) is pleased to announce that it has successfully completed a $1,250,000 placement, through the issue of 125 million fully paid ordinary shares at $0.01 per share, together with 62.5m attaching listed options, exercisable at $0.01 (expiring 20 December 2020) ("MRQOB") to sophisticated and professional investors.

The placement will enable MRG to aggressively ramp up exploration activities at its 100% owned heavy mineral sands (HMS) projects in Mozambique, with further work commencing early 2020.

**Funds will be used for:**

- Delivery of a maiden JORC Resource at Koko Massava, where high grade aircore drilling has delivered a significant HMS discovery.
- Auger and aircore drilling and associated work programs to support commencement of a Scoping Study to determine the potential economic viability of Koko Massava as a stand-alone project.
- Commencement of an aggressive Auger program supported by drilling at the Poiombo and Nhacutse targets.
- Expedite the application for the approval of Linhuane to commence exploration, based on the proven success at Koko Massava.
- General working capital.

**Comment:**

**MRG Chairman, Mr Andrew Van Der Zwan, said:** *"We are pleased to have received strong support to fund an accelerated exploration program. We would like to thank investors, new and existing, for their support.*

*"MRG now has the financial flexibility to aggressively ramp up exploration activities across its HMS project suite in Mozambique. The Company is rapidly advancing its Mineral Resource Estimate at Koko Massava. Assay results from recent drill programs are pending.*

*"Further, our team can now commence drilling at both the Poiombo and Nhacutse targets, which provide another compelling exploration opportunity. As well, the Company can now expedite the licence approval at Linhuane and commence exploration, delivering further upside."*

**Proposed timetable and equity raise details:**

Table 1 shows the proposed key dates for the Placement.

***Table 1: Indicative Timetable[1]***

| Event | Date/Time (AEST) |
|---|---|
| Announcement of the results of the Placement and Trading Halt lifted | Wednesday 4 December 2019 |
| Settlement of new shares and options issued under Placement | Friday 6 December 2019 |
| Allotment and trading of new shares and options issued under Placement | Tuesday 10 December 2019 |
| Notice of Extraordinary General Meeting dispatched | Monday 6 January 2020 |
| Anticipated Extraordinary General Meeting | Friday 7 February 2020 |

*[1]The above timetable is indicative only and subject to change. MRG reserves the right to amend any or all of these events, dates and times, subject to the Corporations Act 2001 (Cth), ASX Listing Rules and other applicable laws or regulations.*

**Details of the equity raise**

The placement was undertaken using the Company's existing 15% placement capacity under ASX Listing Rule 7.1 (62.50 million MRQOB options and 35.80 million shares) and via its additional 10% placement capacity as per ASX Listing Rule 7.1A (89.20 million shares). In addition, 6.25 million ordinary shares and 3.125 million attaching MRQOB options will be issued for capital raising costs.

Melbourne based Pinnacle Equities Pty Ltd were the Lead Manager to the placement.

The Company will also seek shareholder approval to raise $60,000 under the same terms and conditions via the placement of 6.0 million ordinary shares at an issue price of $0.01, together with 3.0 million attaching MRQOB options, to Directors of the Company.

**Trading Halt**

This is the announcement that was referred to in the Company's request for a Trading Halt on 2 December 2019 and that Trading Halt can now be lifted.

-ENDS-

**For further information, please contact:**

**Mr Andrew Van Der Zwan**
**Chairman**
**MRG Metals Ltd**
**Phone +61 3 5330 5800**

**Henry Jordan, Six Degrees Investor Relations: +61 (0) 431 271 538**

**About MRG Metals**

MRG Metals Limited is a company that holds interests in mineral exploration assets in Mozambique and Sweden. MRG Metals is listed on the Australian Securities Exchange (ASX:MRQ). To learn more about MRG Metals Limited, please visit http://www.mrgmetals.com.au/

**Forward Looking Statements**

This announcement contains forward looking statements which incorporate an element of uncertainty or risk, such as 'intends,' 'may', 'could', or 'expects'. These statements are based on an evaluation of current economic and operating conditions, as well as assumptions regarding future events. These events are, at the date of this announcement, expected to take place, but there cannot be any guarantee that such events will occur as anticipated or at all given that many of the events are outside the Company's control. Accordingly, the Company and its directors cannot and do 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.