

ASX ANNOUNCEMENT

16 September 2020

SUCCESSFUL PLACEMENT OF \$0.66M COMPLETED FOR EXPANDED DRILLING PROGRAMS AT CORRIDOR HMS PROJECTS

MRG Metals Limited (“MRG” or “the Company”) (ASX Code: MRQ) is pleased to announce that it has successfully completed a \$660,000 Placement (the “Placement”), through the issue of 110 million fully paid ordinary shares at \$0.006 per share, together with 110 million attaching listed options, exercisable at \$0.01 (expiring 20 December 2020) (“MRQOB”) to sophisticated and professional investors.

The Placement will allow MRG to expand its ongoing exploration activities including the recently commenced aircore drilling programs (refer ASX Announcement 17 August 2020) at its 100% owned heavy mineral sands (HMS) Corridor Projects in Mozambique.

As a result of the Placement, the drilling, together with associated mineral assemblage analysis will now include the initial drill testing of further new targets, including Zulene. If warranted, the Placement provides capacity to commence infill/extension drilling with the intention of establishing a new high grade/high value JORC Mineral Resource at the Corridor South Project.

Further, tenement applications for Marao and Marruca have progressed with the approval from the National Mining Institute (“INAMI”) to the Minister of the Ministry of Mineral Resources (“MIREME”). Additionally, after a recent request from INAMI, we have resubmitted the tenement application for Linhuane and await advice that it has been approved by INAMI.

Use of Placement Funds will include:

- Field activities at the Company’s Mozambique Heavy Mineral Sands Portfolio
- Further project Development
- General working capital

MRG Chairman, Mr Andrew Van Der Zwan, said: “We are pleased to have received such strong support to fund our extended exploration program at the Corridor Projects where recent work including the recent mineral assemblage work is demonstrating the significant potential of several of our existing prospects whilst identifying further new targets.

“Through this Placement, MRG now has the financial flexibility to aggressively extend exploration activities across its HMS project suite in Mozambique and we would like to thank investors, both new and existing, for their support.”

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Proposed timetable¹ and equity raise details:

Event	Date/Time (AEST)
Announcement of the results of the Placement and Trading Halt lifted	Wednesday 16 September 2020
Settlement of new shares and options issued under Placement	Friday 18 September 2020
Allotment and trading of new shares and options issued under Placement	Monday 21 September 2020

¹The 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 (110 million MRQOB options) and via its additional 10% placement capacity as per ASX Listing Rule 7.1A (110 million shares).

Melbourne based Pinnacle Equities Pty Ltd and Peak Asset Management were Joint Managers to the Placement.

The Company will also seek shareholder approval to raise \$40,000 under the same terms and conditions via the placement of 6.67 million ordinary shares at an issue price of \$0.006, together with 6.67 million attaching MRQOB options, to Directors of the Company.

Management Changes

MRG wishes to advise following the successful establishment of the Mozambiquan operating entity Sofala Mining and operational capabilities in country by General Manager, Mr. Mark Alvin, that his position within MRG Metals will now move to a part time consultant role. Given the current and future COVID-19 travel constraints and the successful creation of the Mozambique management team and operating personnel, MRG and Mark have mutually agreed that his role will transition to a part time basis from mid October. Mark will continue to work with MRG as it progresses its Mozambiquan projects and the Company thanks him for his ongoing commitment.

Trading Halt

This is the announcement that was referred to in the Company's request for a Trading Halt on 14 September 2020 and that Trading Halt can now be lifted.

-ENDS-

Authorised by the Board of MRG Metals Ltd.

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