

12th June 2014

MRL Corporation Limited

ACN 007 870 760
ABN 50 007 870 760

Registered Office

Suite 3
9 Hampden Road
Nedlands WA 6009
Tel +61 1300 660 448
Fax +61 1300 855 044

Directors

Peter Reilly
Craig McGuckin
Denis Geldard
Peter Hepburn-Brown
Peter Youd

Company Secretary

Peter Youd

Email: info@mrltd.com.au

Website: www.mrltd.com.au

ASX Symbol

MRF, MRFO, MRFOA

DRILLING UPDATE

MRL Corporation Ltd ("MRL" or "the Company") is pleased to provide an update on its drilling activities in Sri Lanka.



MRL commenced coring activities at drill hole DH1 of the Bopitiya / Pandeniya priority location on Wednesday 11th of June.

Training on the core orientation tools is complete and the tools are in operation. Down hole survey equipment will arrive in Sri Lanka on the 16th of June and MRL crew training will be undertaken. The down hole survey equipment will be used to measure the down hole Azimuth and Dip of DH1 and subsequent holes.



Core orientation prior to removing core



Core tray with DH1 core

Repairs have been completed to the drainage and access road which had incurred damage from heavy rain and the DH2 pad will be constructed in coming days.

Drill hole DH1 is located at Pandeniya and is expected to be between 50m to 125m in depth. Drill holes DH2 and DH3 will be up to 300m deep and are designed to test the continuity of vein graphite mineralisation below the historical shafts and adits (Figures 1 & 2).



Preparation for concreting DH2 drill pad

Further updates will be provided as results become available.

About Sri Lankan Lump/Vein Graphite

Sri Lanka is famed for being the only producer of crystalline vein graphite (lump or Ceylon graphite), the highest quality of naturally occurring material in the world. The quality of vein graphite produced in the country has a purity level in excess of 90% C (Carbon as Graphite) Which means little upgrading and processing is required to make high quality saleable product.

Reference: Industrial Minerals Natural Graphite Report 2012

For further information:

**Craig McGuckin
Managing Director
MRL Corporation Ltd**

**Peter Youd
Executive Director
MRL Corporation Ltd**

www.mrltd.com.au

Figure 1

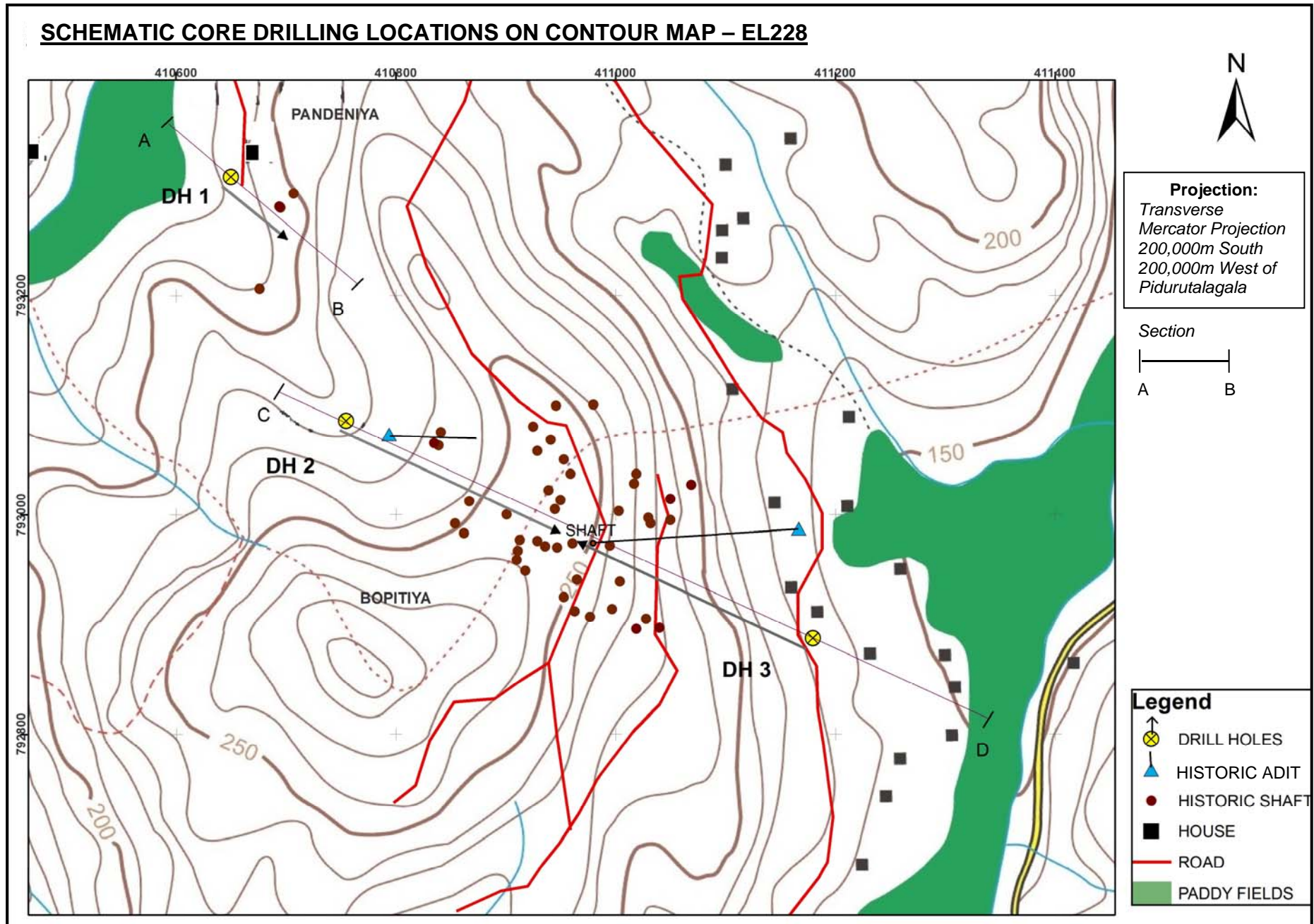
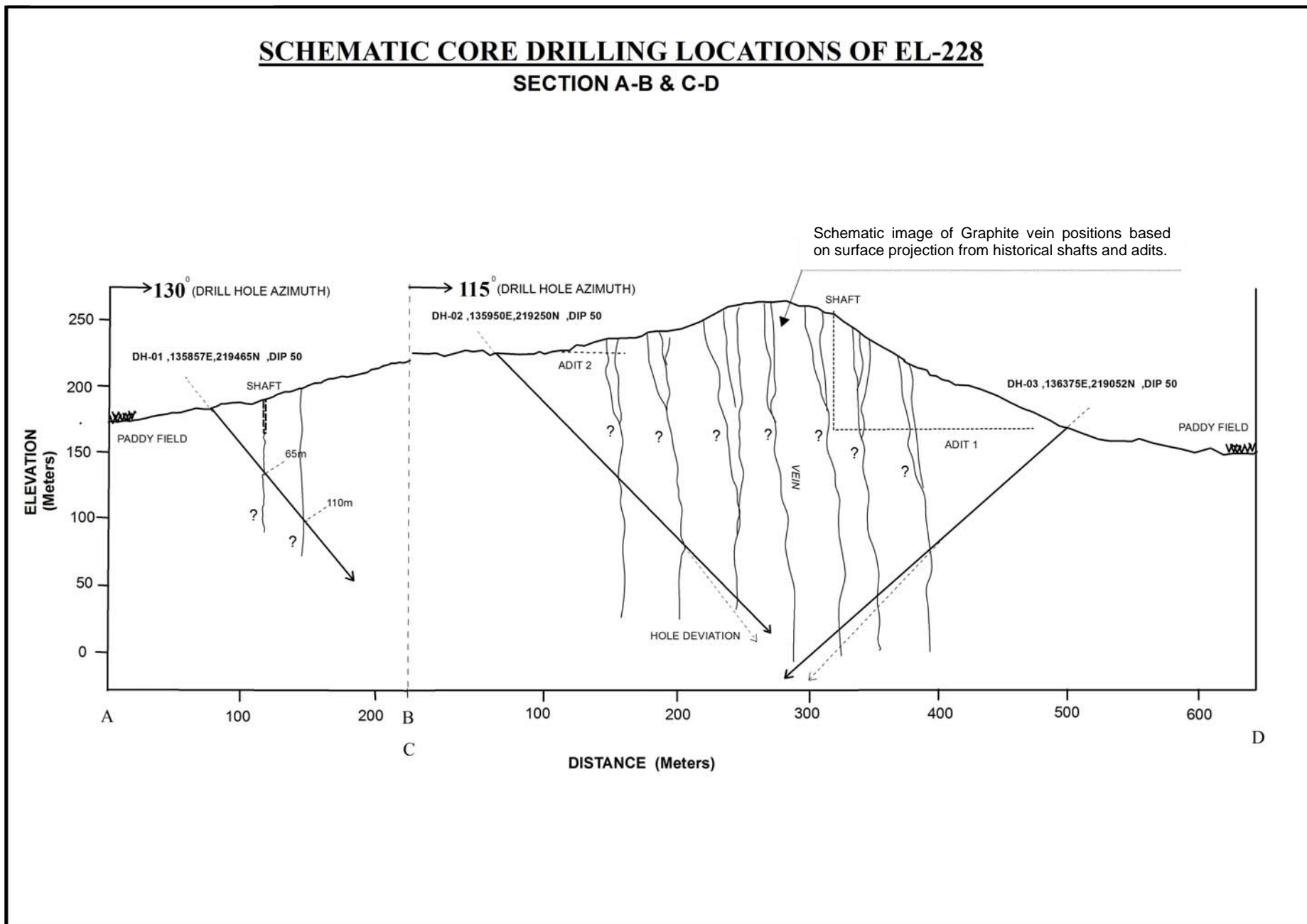


Figure 2



The information reported above relating to Exploration and results were prepared and disclosed in company announcements on the following date:

- ASX Announcement 21/05/2014 – Drilling Contract Signed
- ASX Announcement 6/06/2014 – Drilling Update

There has been no material change to the information previously released.