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31 July 2019

QUARTERLY REPORT 30 June 2019

Operational Review

RMG Limited has engaged C2 Mining International Corp, a Vancouver-based independent mining consulting firm, to conduct the geological and geochemical exploration program. IP survey is contracted to Argali Geofísica (Argali), a Chile company based in Antofagasta, Chile.

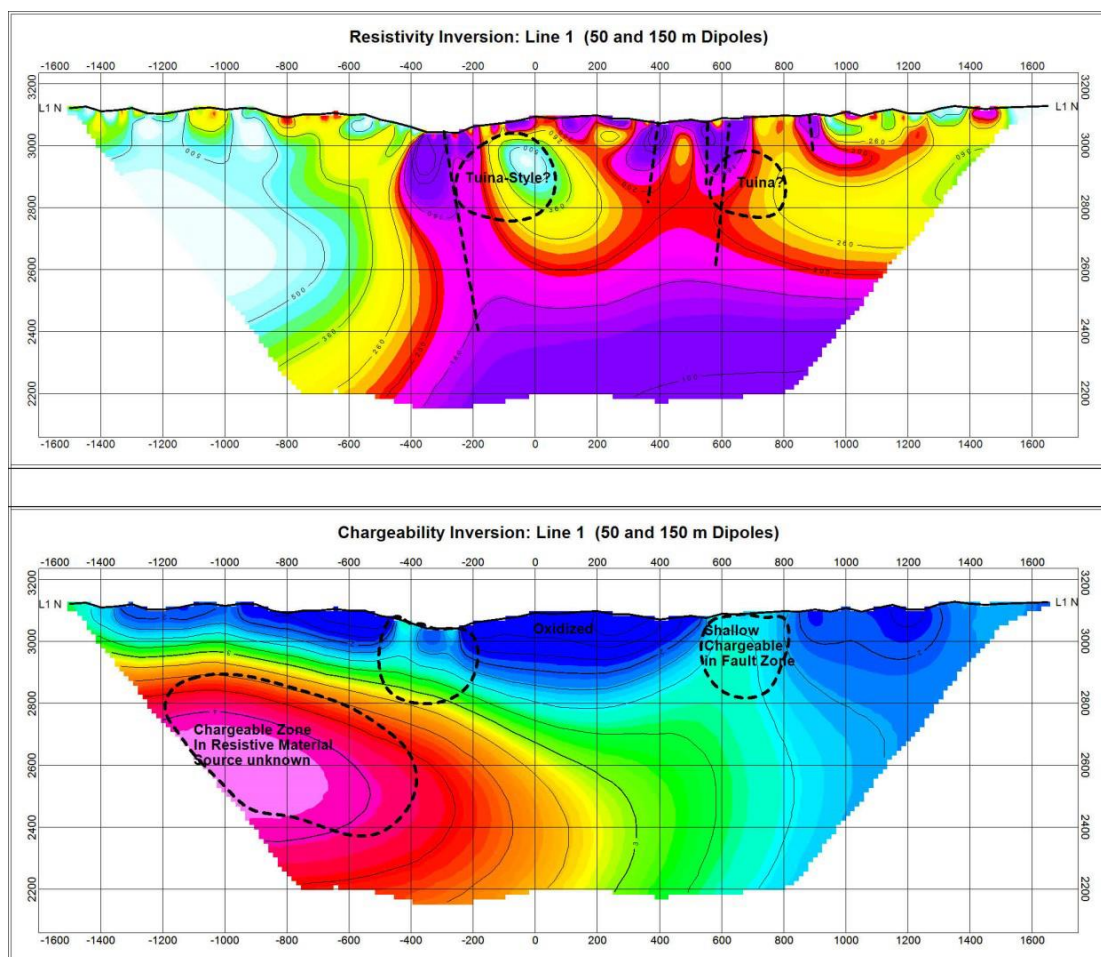
Independent Consulting firm C2 Mining International Corp already prepared a draft report, The final version of the report is nearing completion and will be released shortly after this quarter, summarizing and analyzing all exploration results in 2018.

The Tuina property (Property) is located approximately 50 km east of Calama city, Antofagasta Region, Northern Chile. The property can be accessed from Calama city by a four-wheel drive field car or truck, following the highway 23 for 32 km in direction to the town San Pedro de Atacama and then turning left on the dirt road B-195 in direction to Tuina for ~26 km. The property is very arid with little to no vegetation or active drainage systems. These features will assist in any environmental permit approvals.

La Teca and Santa Rosa are two prioritized exploration targets in the Tuina Copper Project. La Teca covers around 2,600 ha in the western sector of the Tuina Project. La Teca target is a copper and gold deposit with vein and Manto style copper-silver mineralization and vein gold mineralisation. Santa Rosa is located 11 km northeast of La Teca, and it is a historical copper mine area. The copper mineralisation at Santa Rosa is hosted by a sequence of stacked dacitic breccias and fragmental and the mineralisation is controlled by a regionally significant north striking fault.

The IP survey at La Teca has outlined two major conductive zones that extend across all four lines. These conductors are coincident with shallow valleys and are interpreted as major fault zones. Resistive material is observed between the two fault zones and to the west of the west fault zone and to the east of the east fault zone. The chargeability data outline weak anomalies within and near the fault zones. Similar resistivity and chargeability patterns were observed

on previous surveys at the San Jose mine. The main target areas are high-resistivity zones between and flanking the conductive fault zones, especially where they are associated with weak chargeability anomalies.



La Teca Line 1: Chargeability and Resistivity Inversions with targets.

After received the final JORC report, based on the new conclusion of all exploration results, there will be priority target areas as the next exploration stage. The board of directors will make the next exploration decision according to the company's comprehensive situation and market orientation.

Corporate and finance

The Company has the equivalent of AU\$29,000 in cash and bank deposits as at 30 June 2019. The Company is in discussion with several parties to raise further capital for future work programs and working capital, and will provide a further update to the market in the current quarter. In addition, the Company is continuing with its strategic review of its assets and operations with a view to optimise its balance sheet.

-Ends

For further information please contact:

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Executive Director
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About RMG Limited

RMG is a gold, copper and base metals exploration and resource development company with its principal project in Chile. RMG owns a 100% interest in over 100 sq.km of the Tuina Project which is located in the prolific copper producing northern region of Chile. The project is surrounded by major copper producing mines such as Chuquibambilla, Spence, Sierra Gorda and others

Competent Persons Statement for the Exploration Results in this Release Report

The information in this report that relates to Exploration Results is based on information compiled by Dr Yingting (Tony) Guo a Competent Person who is a QPM of the Mining and Metallurgical Society of America a Recognised Professional Organisation in accordance with JORC 2012. Dr Guo has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code 2012"). Dr Guo is employed by C2 Mining International Corporation, an advisor to the Company. Mr Guo consents to the inclusion in the quarterly report of the matters based on his information in the form and context in which it appears.

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Location of Tuina Project in Chile

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View of Chuquicamata Mine dumps from Tuina

Mining Exploration Entity Quarterly Report
and Appendix 5B

ANNEXURE ONE – LR 5.3.3

| Country | Name | Holder | Interest at beginning of quarter | Interest at the end of the quarter |
|------------------|-------------|------------------|----------------------------------|------------------------------------|
| Chile, Region II | Vicuna | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Guanaco | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Santa Rosa | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | La Teca 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | La Teca 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | La Teca 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | La Teca 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | La Teca 5 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | La Teca 6 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Tuina 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Tuina 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Tuina 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Tuina 6 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Matias 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Esta 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Esta 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Esta Otra 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Ester | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Tuina 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Rosa Ester | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Paula | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Rio Seco 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Rio Seco 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Rio Seco 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Rio Seco 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Barrales 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Barrales 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Quimal 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Quimal 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Quimal 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Soren 7 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Oliver 5 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Noah 6 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Agnes 8 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Matias 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Molly 11 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Lotte 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Lisa 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Kenny 9 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Julie 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Greg 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Hannah 10 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Alejandro 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | La Teca 7 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Mariana 1 | Minera Tunia SpA | 100% | 100% |

Mining Exploration Entity Quarterly Report
and Appendix 5B

| Country | Name | Holder | Interest at beginning of quarter | Interest at the end of the quarter |
|------------------|--------------|------------------|----------------------------------|------------------------------------|
| Chile, Region II | Suerte | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Esta Otra 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Peter 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Mayo 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Mayo 5 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Mayo 6 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Mayo 7 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Santa Rosa 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Abril 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Abril 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Abril 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Abril 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Abril 5 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Abril 6 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Febrero 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Febrero 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Febrero 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Febrero 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Febrero 5 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Febrero 6 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Febrero 7 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 2 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 3 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 4 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 5 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 6 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 7 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 8 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 9 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 10 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 11 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 12 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 13 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 14 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 15 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 16 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 17 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 18 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 19 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 20 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Marzo 21 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Junio 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Rob 1 | Minera Tunia SpA | 100% | 100% |
| Chile, Region II | Andrew 1 | Minera Tunia SpA | 100% | 100% |

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13,
01/09/16

Name of entity

RMG LIMITED

ABN

51 065 832 377

Quarter ended ("current quarter")

30 June 2019

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (12 months) \$A'000 |
|--|----------------------------|--|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | - | - |
| 1.2 Payments for | | |
| (a) exploration & evaluation | (105) | (585) |
| (b) development | - | - |
| (c) production | - | - |
| (d) staff costs | (36) | (109) |
| (e) administration and corporate costs | (150) | (674) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | - | - |
| 1.5 Interest and other costs of finance paid | - | (42) |
| 1.6 Income taxes paid | - | - |

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (12 months) \$A'000 |
|---|------------------------------------|---|
| 1.7 Research and development refunds | - | - |
| 1.8 Other (provide details if material) | - | - |
| 1.9 Net cash from / (used in) operating activities | (291) | (1,410) |

| | | |
|---|----------|----------|
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire: | | |
| (a) property, plant and equipment | - | - |
| (b) tenements (see item 10) | - | - |
| (c) investments | - | - |
| (d) other non-current assets | - | - |
| 2.2 Proceeds from the disposal of: | | |
| (a) property, plant and equipment | - | - |
| (b) tenements (see item 10) | - | - |
| (c) investments | - | - |
| (d) other non-current assets | - | - |
| 2.3 Cash flows from loans to other entities | - | - |
| 2.4 Dividends received (see note 3) | - | - |
| 2.5 Other (provide details if material) | - | - |
| 2.6 Net cash from / (used in) investing activities | - | - |

| | | |
|---|-----|------|
| 3. Cash flows from financing activities | | |
| 3.1 Proceeds from issues of shares | - | 200 |
| 3.2 Proceeds from issue of convertible notes | 150 | 1079 |
| 3.3 Proceeds from exercise of share options | - | - |
| 3.4 Transaction costs related to issues of shares, convertible notes or options | - | (10) |
| 3.5 Proceeds from borrowings | - | - |
| 3.6 Repayment of borrowings | - | - |

| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (12 months) \$A'000 |
|---|---|------------------------------------|---|
| 3.7 | Transaction costs related to loans and borrowings | - | - |
| 3.8 | Dividends paid | - | - |
| 3.9 | Other (provide details if material) | - | - |
| 3.10 | Net cash from / (used in) financing activities | 150 | 1,269 |

| | | | |
|------------|--|-----------|-----------|
| 4. | Net increase / (decrease) in cash and cash equivalents for the period | | |
| 4.1 | Cash and cash equivalents at beginning of period | 170 | 170 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | (291) | (1,410) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | - | - |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | 150 | 1,269 |
| 4.5 | Effect of movement in exchange rates on cash held | - | - |
| 4.6 | Cash and cash equivalents at end of period | 29 | 29 |

| 5. | Reconciliation of cash and cash equivalents | Current quarter \$A'000 | Previous quarter \$A'000 |
|------------|---|------------------------------------|-------------------------------------|
| | at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts | | |
| 5.1 | Bank balances | 29 | 170 |
| 5.2 | Call deposits | - | - |
| 5.3 | Bank overdrafts | - | - |
| 5.4 | Other (provide details) | - | - |
| 5.5 | Cash and cash equivalents at end of quarter (should equal item 4.6 above) | 29 | 170 |

| 6. Payments to directors of the entity and their associates | | Current quarter \$A'000 |
|--|--|------------------------------------|
| 6.1 | Aggregate amount of payments to these parties included in item 1.2 | (78) |
| 6.2 | Aggregate amount of cash flow from loans to these parties included in item 2.3 | - |
| 6.3 | Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2 | |

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| 7. Payments to related entities of the entity and their associates | | Current quarter \$A'000 |
|---|--|------------------------------------|
| 7.1 | Aggregate amount of payments to these parties included in item 1.2 | - |
| 7.2 | Aggregate amount of cash flow from loans to these parties included in item 2.3 | - |
| 7.3 | Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2 | |

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| 8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i> | Total facility amount at quarter end \$A'000 | Amount drawn at quarter end \$A'000 |
|--|---|--|
| 8.1 Loan facilities | 1,210 | 1,210 |
| 8.2 Credit standby arrangements | - | - |
| 8.3 Other (please specify) | - | - |
| 8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well. | | |

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| 9. Estimated cash outflows for next quarter | \$A'000 |
|--|----------------|
| 9.1 Exploration and evaluation | (30) |
| 9.2 Development | - |
| 9.3 Production | - |
| 9.4 Staff costs | (30) |
| 9.5 Administration and corporate costs | (150) |
| 9.6 Other (provide details if material) | - |
| 9.7 Total estimated cash outflows | (210) |

| 10. Changes in tenements (items 2.1(b) and 2.2(b) above) | Tenement reference and location | Nature of interest | Interest at beginning of quarter | Interest at end of quarter |
|--|--|--|---|-----------------------------------|
| 10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced | | Please refer to the Quartely Activities report | | |
| 10.2 Interests in mining tenements and petroleum tenements acquired or increased | | Please refer to the Quartely Activities report | | |

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.



Sign here: Date:31 July 2019.....
(Director)

Print name: Liang Li

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.