

13 July 2015

Jill Hewitt
Senior Listings Adviser Compliance (Perth)
ASX Compliance Pty Limited
Level 40 Central Park
152-158 St Georges Terrace
PERTH WA 6000

By Email Only

Dear Jill

I refer to your letter of 13 July 2015 and respond as follows (using your numbering).

1. MRL Corporation Limited ("MRL" or "the Company") is not aware of any information concerning it which has not been announced to the market.
2. Not applicable.
3. MRL announced on 13 May 2015 it had received outstanding results from test work conducted on its Sri Lankan graphite and its property potential for scalable graphene production. Key observations made in the report presented to the Company were;
 - The tests were conducted to check for the amenability of the ore for single step extraction of graphene.
 - The quality of the prepared graphene from MRL's graphite is outstanding and comparable with the quality of graphene prepared by synthetic routes.
 - MRL's graphite has very high crystalline carbon content not observed in any other previously tested graphite materials.
 - A number of processes were tested with electrochemical exfoliation providing the best results. This process route was stated to be scalable and therefore suitable for commercial scale production of single and few layered graphene directly from the graphite ore.
 - The Company will now consider the merits of producing both graphite and graphene in its development plan. Discussions will be initiated with a number of research organisations to optimise that route to production.

Graphite demand is increasing as valuable and broad applications are being researched and developed daily from consumer electronics, green energy, medical, mining and even military applications. The U.S.A, who is a 100% importer of graphite, has joined China and the European Union in classifying Graphite as a critical strategic material.

The Company is moving closer to production of this valuable commodity in Sri Lanka. Sri Lankan Lump/Vein Graphite is considered to be one of the rarest, most commercially valuable, and highest quality types of natural graphite. It occurs in veins along intrusive contacts in solid lumps and is currently only actively mined in Sri Lanka. Sri Lanka is the only country which produces commercial quantities of high grade vein graphite with carbon content greater than 90%Cgr (Carbon as graphite). As a result of the carbon content typically found within lump/vein graphite, production costs are normally lower than flake or amorphous graphite recovery.

Business & Corporate Office

MRL Corporation Limited

ACN: 007 870 760
Suite 3
9 Hampden Road
Nedlands WA 6009

T +61 1300 660 448
F +61 1300 855 044

E info@mrltd.com.au
W www.mrltd.com.au

Subsidiaries:

Sri Lanka

MRL Investments (Pvt) Ltd
PV 92247
Level 14
World Trade Centre
Echelon Square
Colombo – 01
Sri Lanka

Sri Lanka

MRL Graphite (Pvt) Ltd
PV920009
Level 33
World Trade Centre
Echelon Square
Colombo – 01
Sri Lanka

4. The Company continues to be in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

A handwritten signature in black ink, appearing to read "Peter Youd", with a large, stylized flourish at the end.

Peter R. Youd
Executive Director
Chief Financial Officer & Company Secretary



ASX Compliance Pty Limited
ABN 26 087 780 489
Level 40 Central Park
152-158 St Georges Terrace
PERTH WA 6000

GPO Box D187
Perth WA 6840

Telephone 61 8 9224 0000
Facsimile 61 8 9381 1322
www.asx.com.au

13 July 2015

Mr P Youd
Company Secretary
MRL Corporation Limited
Suite 3, 9 Hampden Road
NEDLANDS WA 6009

Dear Mr Youd

MRL Corporation Limited (the “Entity”): ASX price query

We have noted a change in the price of the Entity’s securities from a close of 5.4 cents on Friday, 10 July 2015 to an intraday high of 6.2 cents today. We have also noted an increase in the volume of trading in the Entity’s securities over this period.

In light of the price change and increase in volume, ASX asks you to respond separately to each of the following questions:

1. Is the Entity aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain the recent trading in its securities?
2. If the answer to question 1 is “yes”:
 - a) Is the Entity relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in the Entity’s securities would suggest to ASX that such information may have ceased to be confidential and therefore the Entity may no longer be able to rely on Listing Rule 3.1A. Accordingly, if the answer to this question is “yes”, you need to contact us immediately to discuss the situation.
 - b) Can an announcement be made immediately?

Please note, if the answer to this question is “no”, you need to contact us immediately to discuss requesting a trading halt (see below).
 - c) If an announcement cannot be made immediately, why not and when is it expected that an announcement will be made?
3. If the answer to question 1 is “no”, is there any other explanation that the Entity may have for the recent trading in its securities?
4. Please confirm that the Entity is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

When and where to send your response

This request is made under, and in accordance with, Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by not later than 11:45 am on Monday, 13 July 2015. If we do not have your response by then, ASX will have no choice but to consider suspending trading in the Entity’s securities under Listing Rule 17.3.

You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, the Entity's obligation is to disclose the information "immediately". This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail at tradinghaltspert@asx.com.au or by facsimile to +61 8 9381 1322. It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Listing Rule 3.1

Listing Rule 3.1 requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. Exceptions to this requirement are set out in Listing Rule 3.1A.

The obligation of the Entity to disclose information under Listing Rules 3.1 and 3.1A is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

In responding to this letter, you should have regard to the Entity's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

Trading halt

If you are unable to respond to this letter by the time specified above, or if the answer to question 1 is "yes" and an announcement cannot be made immediately, you should discuss with us whether it is appropriate to request a trading halt in the Entity's securities under Listing Rule 17.1.

If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

If you have any queries or concerns about any of the above, please contact me immediately.

Yours sincerely

[Sent electronically without signature]

Jill Hewitt
Senior Listings Adviser Compliance (Perth)