

28 October 2014

Companies Announcement Office
Australia Securities Office

Acquisition of 100% of Chile Copper Project

RMG Limited (RMG, the Company) is pleased to advise it has executed a binding agreement with its Joint Venture partner in the Tuina Copper Project, Chile Metals Consulting SpA (Chile Metals), to acquire 100% of the Joint Venture previously entered into by the two companies.

The terms of the transaction are:

- RMG will issue 40,108,785 shares and 16,000,000 options (exercisable at \$0.099 on or before 31/08/2016) to Chile Metals or its nominee
- Chile Metals will assign a USD1.565m debt owed to it by Sociedad Contractual Minera Porvenir (Porvenir) to RMG
- Chile Metals will retain a 2% NSR over all permits within the Tuina Copper Project as at the Agreement date, excluding the permits subject to the Porvenir Option Agreement¹
- RMG may purchase 50% of the NSR for USD\$10,000,000, leaving Chile Metals with 1% NSR
- Chile Metals will retain a 0.5% NSR over the Porvenir Permits
- Chile Metals has the ability to appoint a member to the Board of the Company
- The completion of the transaction and issue of the shares and options is subject to approval by the Company's shareholders

The transaction substantially simplifies the structure of the original Joint Venture and provides a clear ownership structure for the future development and financing of the Tuina Project. The assignment of the Porvenir debt also provides the Company with greater flexibility in its future negotiations with Porvenir with respect to the existing option agreement it has with that company. The Company is currently drilling on the Porvenir permit area which is regarded as an attractive short and long term development opportunity for the Company.

Chairman Robert Kirtlan commented "the simplification of the structure will allow us to continue our development of the Tuina Copper Project in a much simpler and efficient manner and the addition of Chile Metals to our register is a welcome addition given our long term close working relationship."

The Company refers readers to the Company's website for previous information regarding the agreements entered into with Chile Metals and Porvenir.

As a result of the acquisition of Chile Metals interest in the Tuina project, the Company is expected to hold a 100% interest in over 170 sq. km of the Tuina district. Figure 1 shows the extent of the concessions controlled by RMG and the location of the larger copper open pits.

¹ See ASX Release 17 March 2014



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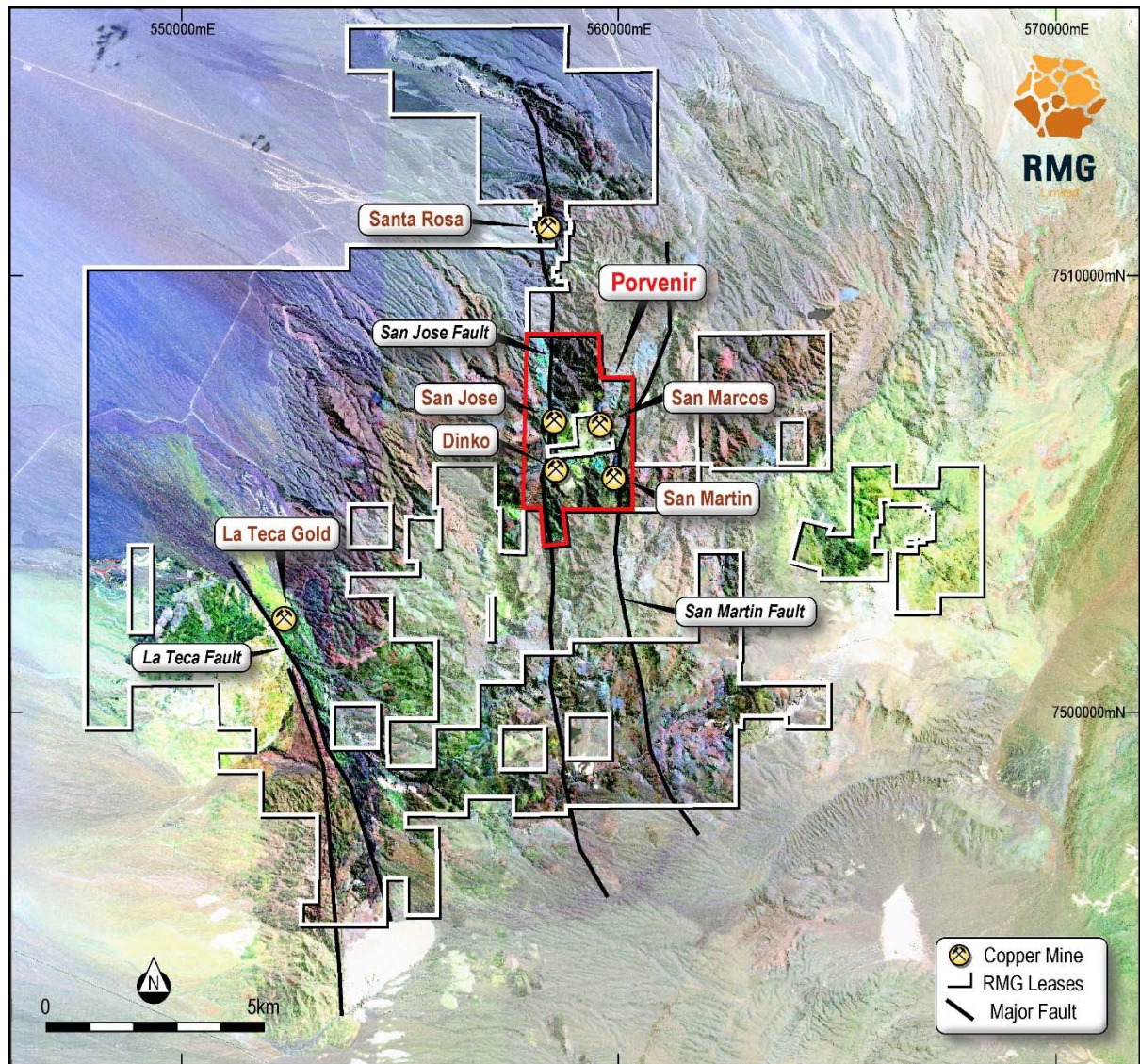


Figure 1 Location of concessions under various agreements to RMG

About RMG

Chile – Tuina Copper Project

In general, RMG's objective at Tuina in northern Chile is to

- assess the opportunity for additional copper oxide resources and copper oxide dumps to generate an early cash flow for low capital cost
- establish a significant copper sulphide flotation plant and thereby capture all sulphide mining in the well mineralised Tuina District

Australia - Kamarga Zinc Project

The Kamarga Project is located 20kms southeast of the world class Century Zn-Pb mine in north-west Queensland. Century (owned by MMG) is the world's second largest producer of zinc concentrate

and is scheduled to cease open pit production in mid-2015². MMG's replacement zinc production scheduled from the Dugald River project in north-west Queensland has also been delayed.

The Company believes that its exploration activities have confirmed the significant copper and zinc endowment of the Kamarga Project and affirm its commitment to continue to build the resource base with the objective of eventual economic exploitation.

Ends

For further information please contact:

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Competent Person statement on the use of previously issued Public Reports

The information in this Quarterly Report refers to ASX Releases during the period 1 February 2013 to 30 September 2014. Each of these ASX releases are available for viewing on www.rmgld.com.au. The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The Company confirms that the form and context in which the Competent Person's findings are presented herein have not been materially modified from the original market announcements.

Competent Persons Statement for the Exploration Results in this Public Report

The information in this report that relates to Exploration Results is based on information compiled by Mr Peter Rolley a Competent Person who is a Member of The Australian Institute of Geoscientists (MAIG). Mr Rolley has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code 2012"). Mr Rolley is a shareholder and an Executive Director of RMG Ltd. Mr Rolley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward Looking Statements

This document may include forward looking statements. Forward looking statements include, but are not necessarily limited to, statements concerning RMG Limited's planned exploration programme and other statements that are not historic facts. When used in this document, the words such as "could", "indicates", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward looking statements. Such statements involve risks and uncertainties, and no assurances can be provided that actual results or work completed will be consistent with these forward looking statements.

² [http://www.mmg.com/news/19 December 2013/Queensland zinc Strategic update](http://www.mmg.com/news/19%20December%202013/Queensland%20zinc%20Strategic%20update)