



30 December 2013

Company Announcements Office
ASX Limited

COMPLETION OF CHILE METALS AGREEMENT

RMG Limited (ASX : RMG) (“RMG”) is pleased to announce the execution of a binding agreement with private Chilean mining company, Chile Metals Limitada (“Chile Metals”) as anticipated by the Heads of Agreement announced on 26 March 2013.

The Agreement between RMG and Chile Metals has the following terms

- RMG to issue 100 million RMG shares to Chile Metals, or its nominees, upon execution of the binding agreement (“Commencement Date”)
- RMG must expend a minimum of US\$15 million on acquisition and exploration activities within 10 years of the Commencement Date to earn 75% interest in the concessions. There is no specific timetable for the expenditure
- Chile Metals is also free-carried to completion of Pre-Feasibility Study, which may be undertaken within the US\$15 million expenditure
- Once US\$15 million has been expended and a Pre-Feasibility Study has been presented, Chile Metals must contribute or dilute
- If Chile Metals dilutes to less than 5% interest, it’s interest converts to a 2% NSR, excluding the Porvenir concessions, where the Chile Metals 5% interest will convert to a 0.5% NSR
- All acquisitions within the Area of Influence (the extents of the area shown in Figure 1) are included within the Agreement, and all acquisition costs within the Area of Influence are included in the \$15 million expenditure obligation. This includes all option payments under the Porvenir Option Agreement (ASX release of 23 August 2013)
- RMG is operator and manager of all expenditure and acquisition programmes

It is important to note that there are no vendor cash payments, no claw-backs, and no concentrate or metal off-take rights within this agreement.

In contrast to several farm-in or option agreements recently negotiated by exploration companies in Chile, these option terms do not include any calendar based cash. In this agreement, the earn-in interest is acquired through exploration expenditure over 10 years.

The shareholders of Chile Metals are known to the managers of one of RMG’s shareholders who introduced the project to RMG. This demonstrates the great support these shareholders have in the management of RMG to continue to grow the Company and the project.

Two transactions have now been completed in the Tuina District of Chile by RMG and Figure 1 shows the extent of the 117 sq. kilometres of concessions included within the two agreements.

With the completion of the Chile Metals agreement, RMG moves from having an option for 100% ownership of 20 sq. kms (the Porvenir Agreement) to the option to acquire 75% ownership of 117 sq. kms of concessions in the Tuina District.

RMG Executive Director, Peter Rolley said “The district as a whole is strongly mineralised, as evidenced by the excellent drilling results previously reported along the San José¹ and San Martin² trends. The finalisation of this second agreement in the Tuina District provides us with enormous opportunity to discover more manto style, oxide and sulphide copper mineralisation.”

Pursuant to the terms of the Heads of Agreement, 100,000,000 RMG shares are to be issued to Chile Metals and/or its nominees on completion of the Agreement. An Appendix 3B will follow shortly.

For further information, visit the website www.rmgld.com.au or please contact:

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Peter Rolley
Executive Director and Chief Geologist

Competent Person Statement

The information in this report that relates to Exploration Results and Exploration Targets 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 full time employee of RMG Ltd and is an Executive Director and shareholder of RMG Ltd. Mr Rolley consents to the inclusion in this 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”, “indicate”, “forecast”, “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 undertaken or completed will be consistent with these forward looking statements.

¹ ASX release 6 September 2013

² ASX release 17 October 2013

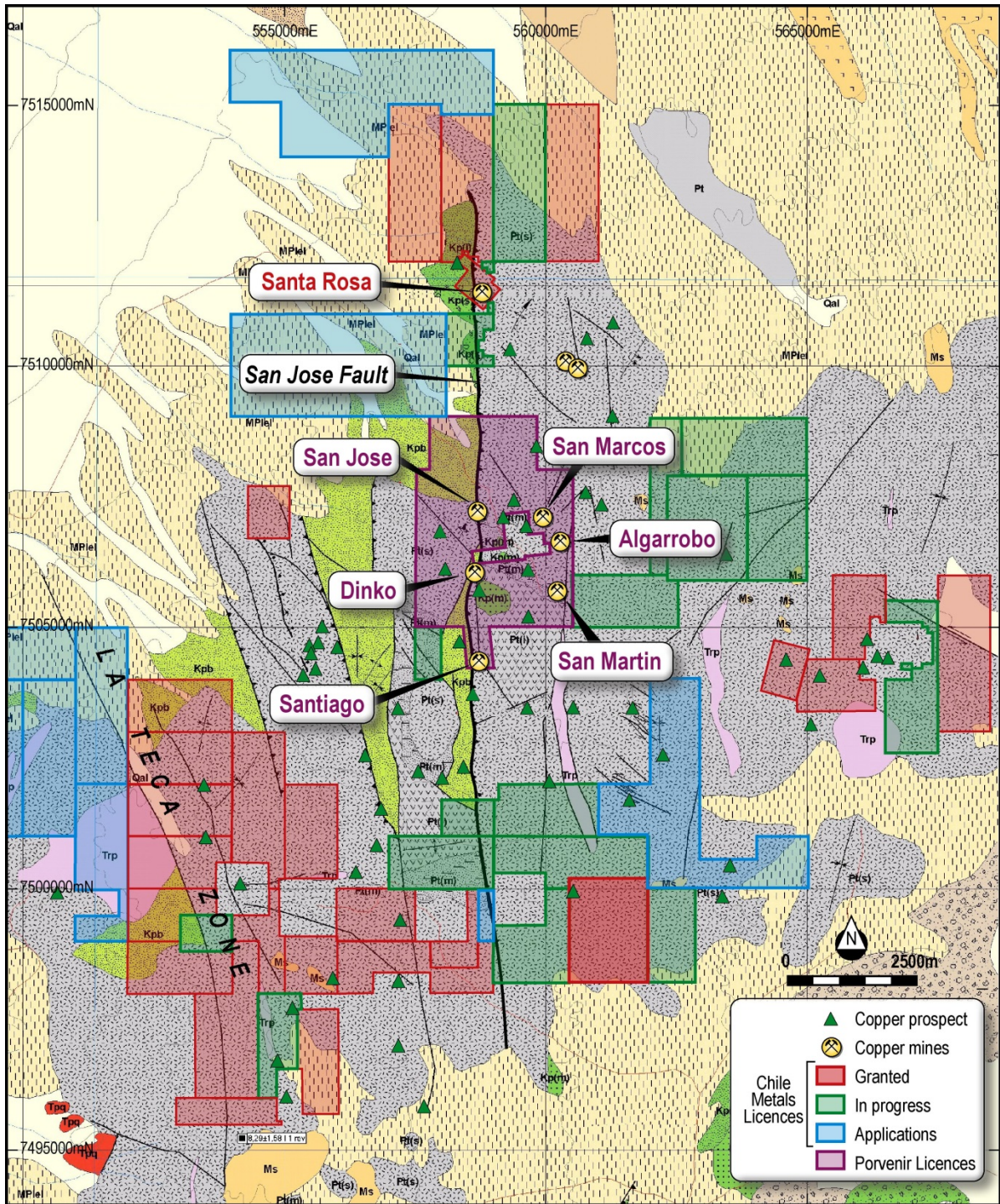


Figure 1 Plan of concessions under option to RMG

Grid - WGS84, zone 19south