



18 March 2014

Companies Announcements Office  
Australian Securities Exchange

## **RMG COMMENCES OPTION AGREEMENT WITH PORVENIR AT TUINA**

RMG Limited (ASX:RMG) ("RMG" or "the Company") is pleased to announce that the Company has now commenced the Option Agreement with local Chilean company Porvenir.

Further to the ASX announcement of 23 August 2013, RMG has now received notice that all encumbrances have been removed from all 14 mining concessions subject to the Porvenir Option Agreement. The completion of this final condition of the Option Agreement precipitates the commencement of the Option Agreement and the payment of the first Option payment of US\$190,000 to Porvenir.

### **Background**

As background, RMG executed a Binding Option Agreement with a Chilean mining company, Porvenir, for an option to acquire a 75% interest in its granted mining concessions in the Tuina District in northern Chile (see ASX release 23 August 2013). Our Chilean partner, Chile Metals, will hold the remaining 25% of the Porvenir mining concessions (see ASX release 30 December 2013).

There are five copper oxide mines in production on the Porvenir leases including San José, San Martín, Dinko, Algarrobo and San Marcos, with numerous copper oxide and sulphide occurrences across the lease area. The locations of these mine sites are all shown in Figure 1, and Figure 2 shows an example of the San Marcos copper oxide mineralisation.

Production records from the mine sites are not available to RMG at this time, however visual observation of the open pits, volume estimations from high resolution WorldView2 satellite imagery, and verbal confirmation from the operators of the toll plant indicate that around 2-3 million tonnes of copper oxide ore at around 1-3% Cu has been mined from the Porvenir mining leases and toll treated at the nearby toll acid-leach plant.

The types of copper deposits at Tuina have been classified as replacement copper-silver deposits and there are a number of examples in northern Chile including Mantos Blancos (300Mt @ 1.2%Cu), and Mantos de la Luna (50Mt @ 1.4%Cu)<sup>1</sup>.

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<sup>1</sup> The Geology of Chile by T. Moreno, publ The Geological Society, 2007 pp 190

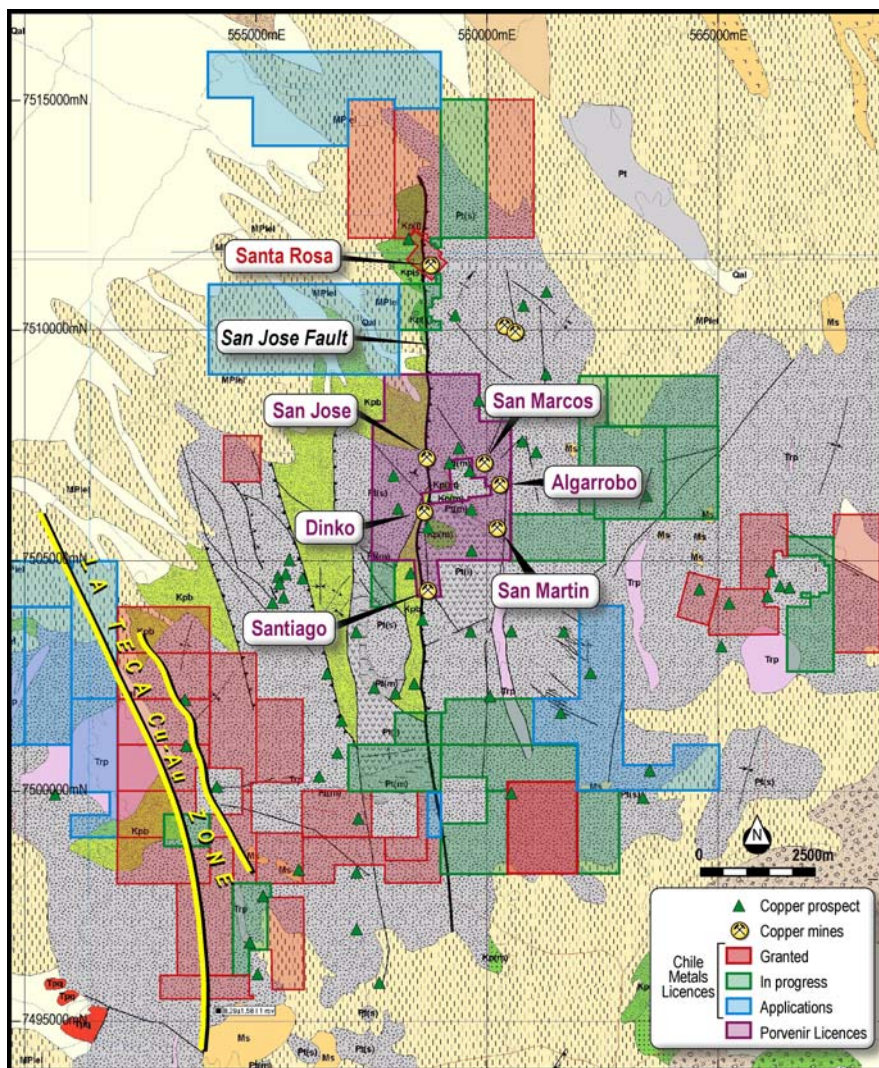


Figure 1 Location of Porvenir concessions



Figure 2 San Marcos copper oxide mineralisation





Figure 3 Location of Tuina Project

**About RMG Limited**

RMG is a gold, copper and base metals exploration and development company with projects located in Queensland and Chile. RMG has agreements to earn a 75% interest in over 117 sq. kms in northern Chile (Figure 3) and is continuing to expand the copper endowment of this area.

Ends

For further information please contact:

Mr Robert Kirtlan or Mr Peter Rolley  
+61 8 9387 6619

*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.*