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Companies Announcements Office  
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## EXCELLENT RESULTS FROM INITIAL SAN JOSE VALIDATION DRILLING

### Highlights

- ✓ Outstanding assay result<sup>1</sup> from the San José Sur mineralisation of:
  - 🔥 49m @ 1.0% Cu, 17g/t Ag from 228m (DDH-MSJ-01), including
    - 9m @ 3.2% Cu, 71g/t Ag from 268m, and
  - 🔥 6m @ 2.4% Cu, 21g/t Ag from 375m
- ✓ HQ diamond core samples arrived in Perth for metallurgical test work

RMG Limited (ASX:RMG) ("RMG" or "the Company") is pleased to advise that the Company has received confirmation of the accuracy of results from previous drill programs at San José Sur, Chile, following the first validation drill hole at the project. The results of re-sampling and the submission for re-assay of the first diamond drill hole to be tested provide a good indication as to the quality of the remaining data.

As reported on 6<sup>th</sup> September 2013, RMG received a data package from Porvenir S.C.M. including the HQ drill core for 12 diamond drill holes at the San José Sur sulphide mineralisation.

The legacy diamond drill hole MSJ\_DDH-001 is the first diamond hole to be re-sampled and submitted for re-assay by 4-acid digest and ICP-AES assay. The above result compares to the original result of 49m @ 1.0% Cu, 16g/t Ag from 228m including 10m @ 2.9% Cu, 56g/t Ag from 267m and 6m @ 2.4% Cu, 19g/t Ag from 375m. Figure 1 shows the location of the re-assayed drill hole.

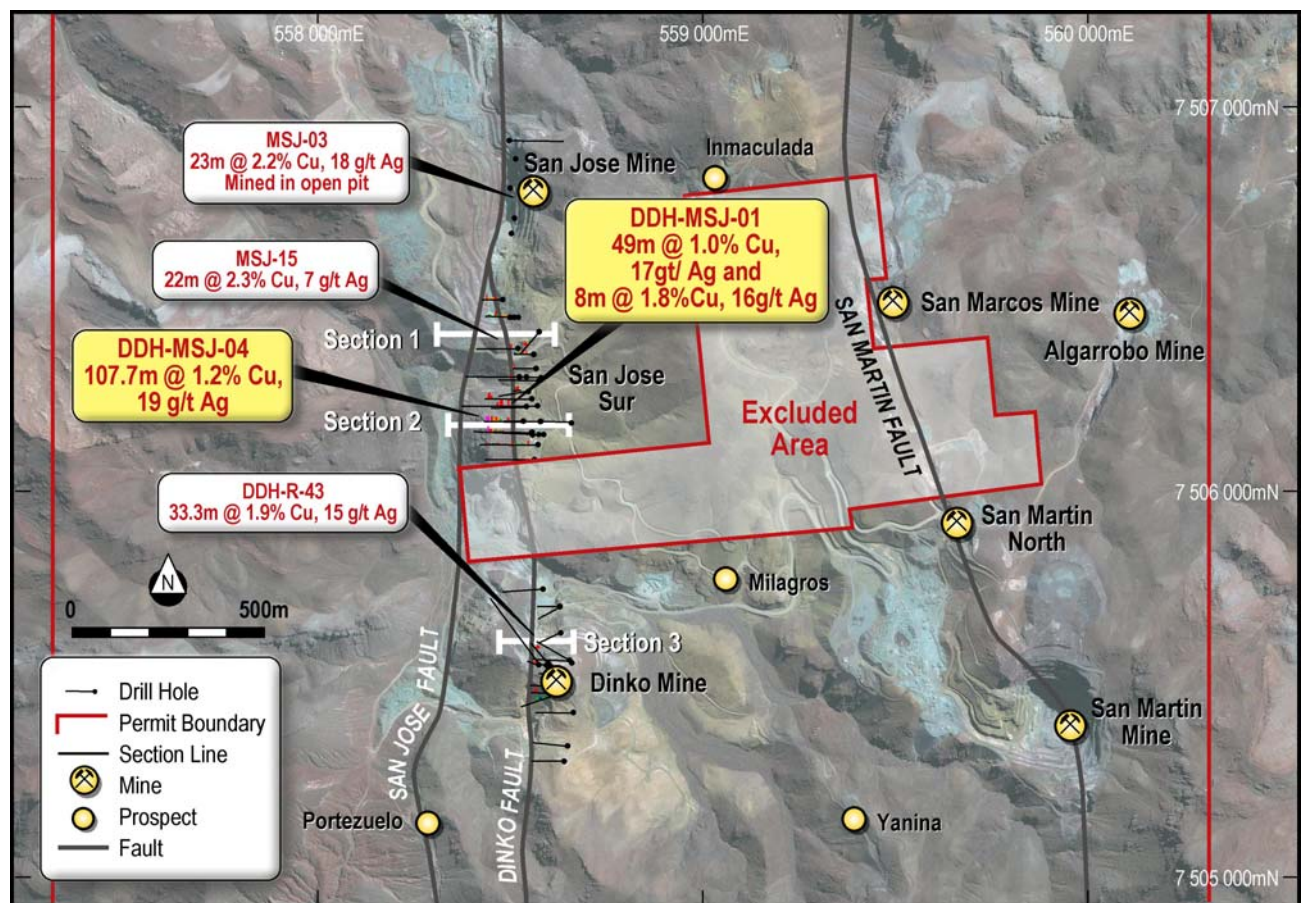
This is an excellent correlation and validation of the earlier diamond drill hole sampling and assaying methods and provides great assurance for the veracity of the remaining data.

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<sup>1</sup> Intercept is >4m at >0.3% Cu

As a result, the Company is confident that the legacy drill results are valid intercepts of the copper mineralisation.

RMG Executive Director, Peter Rolley said “The re-assaying of the legacy diamond drill core validates the excellent previous drill results and continues to increase our confidence in the veracity of the earlier exploration activities. These results support our belief that there are multiple manto copper zones in this district that are able to be quickly converted to reportable mineral resources and thence feasibility studies.”



**Figure 1 Plan view of location of re-assayed drill hole**

### San José Validation Work

RMG will continue to validate the legacy drilling data where appropriate. The focus of work is the San José drilling data, as this open pit is the largest in the Tuina area and has previously been diamond drilled for mineral resources and pit design work.

RMG has re-cut HQ drill core from the legacy diamond drill hole DDH-MSJ-01 from the southern end of the San José mineralised zone, and submitted 147 samples (each 1m length) to ALS-Chemex with 9 Reference Standards and 2 Blanks for 4-acid digest and ICP-AES assay of a 1.0gram aliquot (Cu-ICP61). All blanks returned as blanks, and all Standards returned within the certified standard deviations. Lower limit of detection for Cu is 2ppm Cu.

RMG has also re-logged diamond drill holes DDH-MSJ-001 and DDH-MSJ-004, downhole surveyed DDH-MSJ-02, 03, 09, 10 with an electronic gyroscope. DDH-MSJ-10 was also surveyed with a down hole televiewer.

The logging, assaying, surveying all confirm the integrity of the legacy data as reported in the data package for these particular drill holes. Tables 1 and 2 summarise these comparisons.

	Legacy Data - DDH-MSJ-01			RMG Re-sample & Re-Assay		
	Cu% Total	Cu% Soluble	Ag g/t	Cu% Total	Cu% Soluble	Ag g/t
Mean	0.54	0.08	6.72	0.53	0.09	7.45
Variance	0.81	0.01	225.27	0.92	0.01	370.36
Median	0.24	0.05	1.19	0.20	0.06	1.03
Min	0.01	0.00	0.15	0.00	0.00	0.03
max	4.88	0.43	84.43	5.55	0.59	128.00
std.dev	0.90	0.09	15.01	0.96	0.11	19.24

**Table 1 Comparison of assay data**

Hole ID	Depth	Legacy		RMG Measured	
		Azimuth	Dip	Azimuth	Dip
DDH-MSJ-02	5	270	-49	262.9	-47.5
DDH-MSJ-03	5	270	-83	277.5	-83.5
DDH-MSJ-09	5	270	-65	289.6	-63.9
DDH-MSJ-10	5	270	-80	273.0	-81.7

**Table 2 Comparison of collar survey data**

## **San José Metallurgical Test Work**

ALS-AMMTEC in Perth has now received 108 metres of half HQ diamond drill core from the San José mineralisation for the first round of metallurgical test work. The drill core is from DDH-MSJ-04 and is believed to be representative of the primary zone copper sulphide mineralisation. Test work is planned to include grinding and flotation test work.

The Company expects to be able to advise shareholders of the results of this work during Q1 2014.

## **Conclusion**

The high correlation between the original assay results and the sampling and assaying undertaken by RMG on diamond drill hole DDH-MSH-01 provide positive reinforcement that key exploration results for the period 2004-2010 are reliable.

The Company is confident that the legacy drill results are valid intercepts of the copper mineralisation.

The best drill hole through the sulphide mineralisation is located at San José Sur and is DDH-MSJ-04

- 🍷 107.7m @ 1.2% Cu, 19g/t Ag from 243m, including
  - ✓ 21m @ 2.0% Cu, 38g/t Ag from 328.5m

There are five copper oxide mines in production on the Porvenir leases including San José, San Martin, Dinko, Algarrobo and San Marcos, with numerous copper oxide and sulphide occurrences across the lease area.

As part of the Due Diligence of the Porvenir assets, RMG recovered a data package of some 53Gb of data in various data formats and file types. The data sets include;

- Rock chips
- Geological mapping points
- Diamond drill holes
- RC percussion drill holes
- Grade control percussion drill holes
- Topographic surfaces
- Open pit designs
- Environmental impact reports for proposed mining schedules

**For further information, visit the website [www.rmgltd.com.au](http://www.rmgltd.com.au) or please contact:**

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## About RMG Ltd

RMG Limited (ASX: RMG) has an exciting range of Cu and Zn-Pb projects in Chile and Australia.

The Company's Tuina Copper Project is located in the Atacama Region of northern Chile ~50kms from the world's largest open pit copper mine at Chuquicamata. The concessions are host to numerous copper oxide open pits that have not been drilled for the sulphide resources. Surface sampling has identified copper zones to 8%Cu and 130g/t Ag.

In Australia, the Kamarga zinc project is 25kms from the world-class Century zinc-lead mine. At Kamarga, drilling has intersected +100m thick zones of zinc-lead mineralisation.

Also at the Kamarga copper project RMG has discovered a 7km copper zone with surface samples to 32%Cu.

### *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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' (the "JORC Code 2004"). Mr Rolley is an Executive Director and shareholder of RMG Ltd. Mr Rolley consents to the inclusion of the information in this report 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.*