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Annual Report

MRG Metals Ltd

ABN: 83 148 938 532

For the Year ended 30 June 2014

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Review of Operations

Highlights

The year ended 30 June 2014 saw MRG refine and consolidate its tenement holdings in prospective areas. A technical review was completed on all tenements. This resulted in relinquishment of those that did not meet the Group's criteria and acquisition of new tenements. The Group is continuing its goal of drill testing high potential targets every quarter.

Projects

XANADU PROJECT

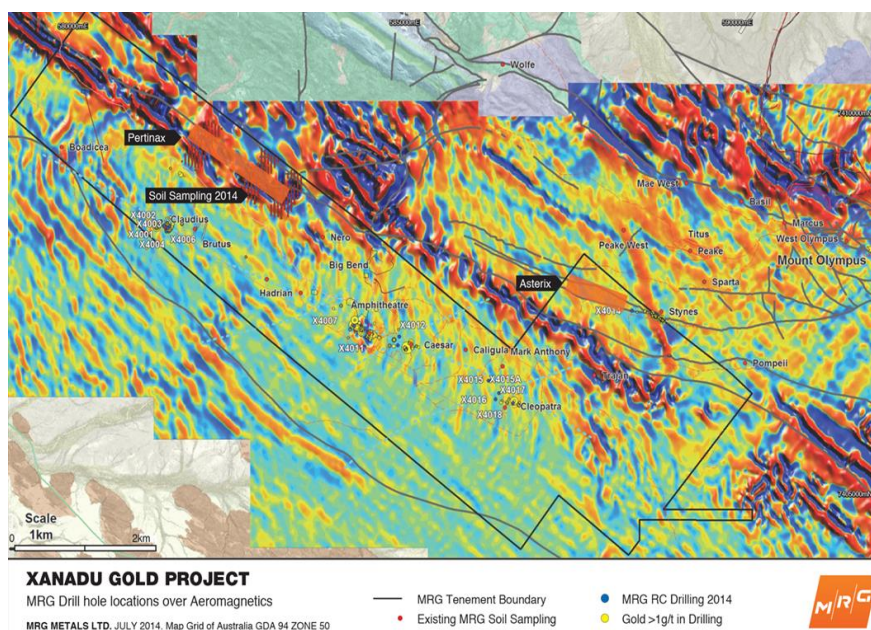
MRG's Xanadu project is located close to the northern margin of the Ashburton Basin, some 4 kilometres WSW of Northern Star Resources Ltd's Ashburton Project, (21.3 million tonnes @ 2.4g/t gold for 1.67 million ounces). The Xanadu mineralisation was discovered in the mid 1980's by BP Minerals and the Project area was subject to various phases of exploration in the ensuing period until MRG's acquisition in 2011. Three dimensional structural modelling and a detailed analysis of the exploration database compiled by MRG and analysed by our technical consultants Sasak Technical Services, provided an enhanced understanding of geological controls on mineralisation, to better target prospect scale drilling.

MRG's initial drill program completed in May 2014 had multiple aims:

- To drill-confirm the potential where suggested by previous explorers (Claudius & Cleopatra prospects)
- Test extensions and repetitions of known mineralised areas based on a better understanding of litho-geochemical and structural controls (Cleopatra, Stynes & Amphitheatre)
- Determine the location and timing of feeder structures responsible for the mineralising fluids (Cleopatra, Stynes & Caesar prospects).

These aims were largely achieved. This drilling has validated the utility of the methodical approach used by MRG and Sasak Technical Services ('Sasak') to target mineralisation. MRG will continue to apply the results from this modelling across the wider Project area to select and prioritise future drill targets.

Concurrent with the drilling, a soil sampling program tested two new areas that were outlined by our consultants. These areas were specifically targeted because of their geological similarities to the nearby Mount Olympus style mineralisation. The new prospects known as Asterix, along strike from the Stynes prospect and Pertinax, north of Claudius show multi element anomalism and warrant further exploration.



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LOONGANA PROJECT

MRG's Loongana Project is located on the Nullarbor Plain, 500kms east of Kalgoorlie and 60km north of the Trans Australia railway line. MRG holds a granted licence and a new application that cover the majority of the Loongana Igneous Complex. This Complex is a large layered mafic and ultramafic intrusive body that lies at depths ranging from 250 metres to 350 metres below the surface.

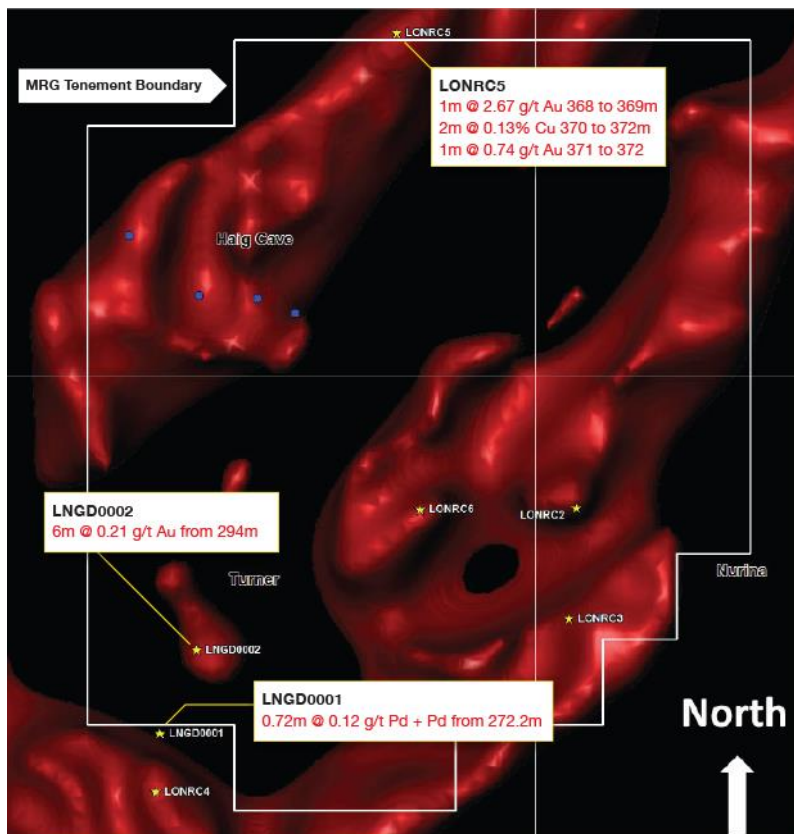
It includes one of the strongest gravity residuals in Australia, with accompanying multifarious magnetic features. The geophysical data covering the Complex, particularly the aeromagnetics, clearly delineate the intrusive body and related bounding faults. Positive aspects of the Complex derived from limited prior exploration include:

- confirmation that part of the Complex represents a layered intrusion;
- highly anomalous platinum group elements and gold values recorded in earlier drilling;
- moderate thickness of cover rocks considering the potential value of any discovery;
- traces of sulphides (chalcopyrite, pyrrhotite, pentlandite) were noted in an ultramafic cumulate; and
- several features that indicate IOCG processes may potentially be operating in the granitic rocks, including hematite and chlorite alteration noted in drill core; thin section evidence for hydrothermal rather than metamorphic alteration; common trace chalcopyrite and blue quartz in the granites.

MRG will test for platinum mineralisation, either as strataform or stratabound reefs within the Complex, or associated with disseminated to massive nickel - copper sulphides on the margins and Olympic Dam style iron-oxide copper-gold (IOCG) mineralisation.

A review of geophysical data has identified a number of targets for drill testing. MRG believe that previous drilling was not sited in the optimum location for discovery. In particular, we have computed coincident magnetic/gravity targets using innovative data mining and 3D analysis techniques developed by Sasak.

To support the planned drilling, MRG was successful in its recent funding application from the Department of Mines and Petroleum WA Co-funded Government - Industry Drilling Program of the Exploration Incentive Scheme ('EIS'). Under the EIS, funds committed by MRG towards the approved drill programs will be matched by funds from the Western Australian Government, up to a maximum of \$108,000. Drilling is planned to commence in Q4 2014.

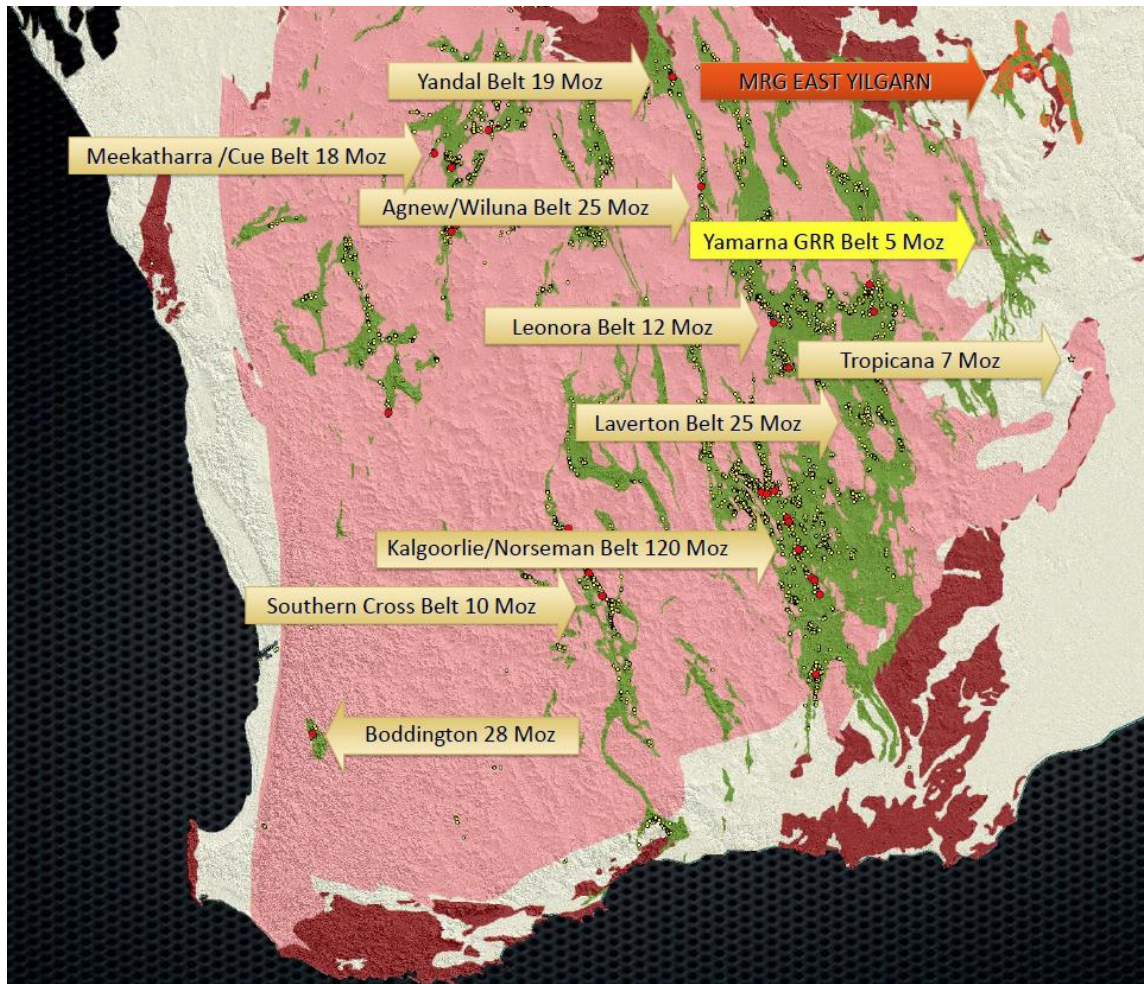


Enhanced 3D Inversion of Gravity Data revealing better detail and depth resolution.

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EAST YILGARN PROJECT

MRG's East Yilgarn Project, along with Gold Road Resources Ltd's adjacent Yamarna Project, are located at the eastern margin of the Yilgarn Craton and are prospective for greenstone hosted gold in a frontier terrain. The potential of this region is demonstrated by Gold Road's exploration success on their Gruyere Prospect. The greenstone hosted gold deposits of the Yilgarn Craton account for a significant proportion of Australia's gold production. MRG are seeking analogues of this deposit style. This terrain is historically underexplored due its remoteness and is covered by younger rocks and sand of the Great Victoria Desert. Preparation for drilling is currently underway following predictive modelling by Sasak Technical Services Pty Ltd ('Sasak'). This analysis is focussed on a number of areas with practicable drilling depths. The depth to basement calculations are being refined and one target is approximately 150 metres below surface, with other basement targets likely to be in the range from 350 to 400 metres under cover. These targets will be tested during Q3 2014 by utilising the drilling co-funding received by MRG from the Western Australian Government Exploration Incentive Scheme.



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QUEENSLAND IOCG PROJECTS

With the purchase of Sasak Resources Australia Pty Ltd in June 2013, MRG acquired three tenements in the Mt. Isa Block, a large geological province in western Queensland. These three projects have the potential to host Iron Oxide, Copper Gold (IOCG) and base metal deposits, as they have similar geophysical characteristics to known deposits such as Glencore PLC's Ernest Henry Mine (166 Mt @ 1.1% Cu & 0.54 g/t Au - pre mining resource) and BHP's Cannington Mine (44 Mt @ 383 g/t Ag, 8.9% Pb, 4.2% Zn - 2007 resource).

As indicated at the time of the acquisition of Sasak, one of the benefits was a diversification into copper by gaining exposure to prospective ground within the Mount Isa block. Prior analysis utilising the technology of Sasak revealed the potential of these three areas to host mineralisation.

SQUIRREL HILL - EPM19470

The Squirrel Hill Project is located approximately 125 km SSE of Cloncurry and some 15 kilometres WNW of the Cannington mine, operated by BHP Billiton.

Despite the proximity of Squirrel Hill to Cannington, the Sasak technology suggests a geological setting favourable for IOCG deposits in addition to silver - lead - zinc mineralisation. Prior exploration has shown that the Project lies below a thin 10 to 40 m of cover in the south eastern corner of the Mt Isa Inlier, to the east of the Cloncurry Overthrust, within the Eastern Fold Belt. The host rocks comprise strongly metamorphosed sandstones (psammite), which have been extensively intruded by granitites.

MRG has already commenced a review of past exploration to select initial targets.

PULCHERA - EPM19471

Situated in the Simpson Desert near the Northern Territory border in western Queensland EPM19471 is located 135 kilometres north west of Bedourie. The Pulchera project is near the major Toomba Fault which lies on the south western edge of the Mt. Isa Block, a Proterozoic geological terrain that hosts a diverse range of world class orebodies.

Previous broad spaced drilling by BHP revealed that the depth of cover ranges from a manageable 40 to 100 m. Recent exploration on an adjacent licence returned strongly anomalous results of up to 27m @ 0.4% copper from 9m (including 3m @ 2.4% copper).

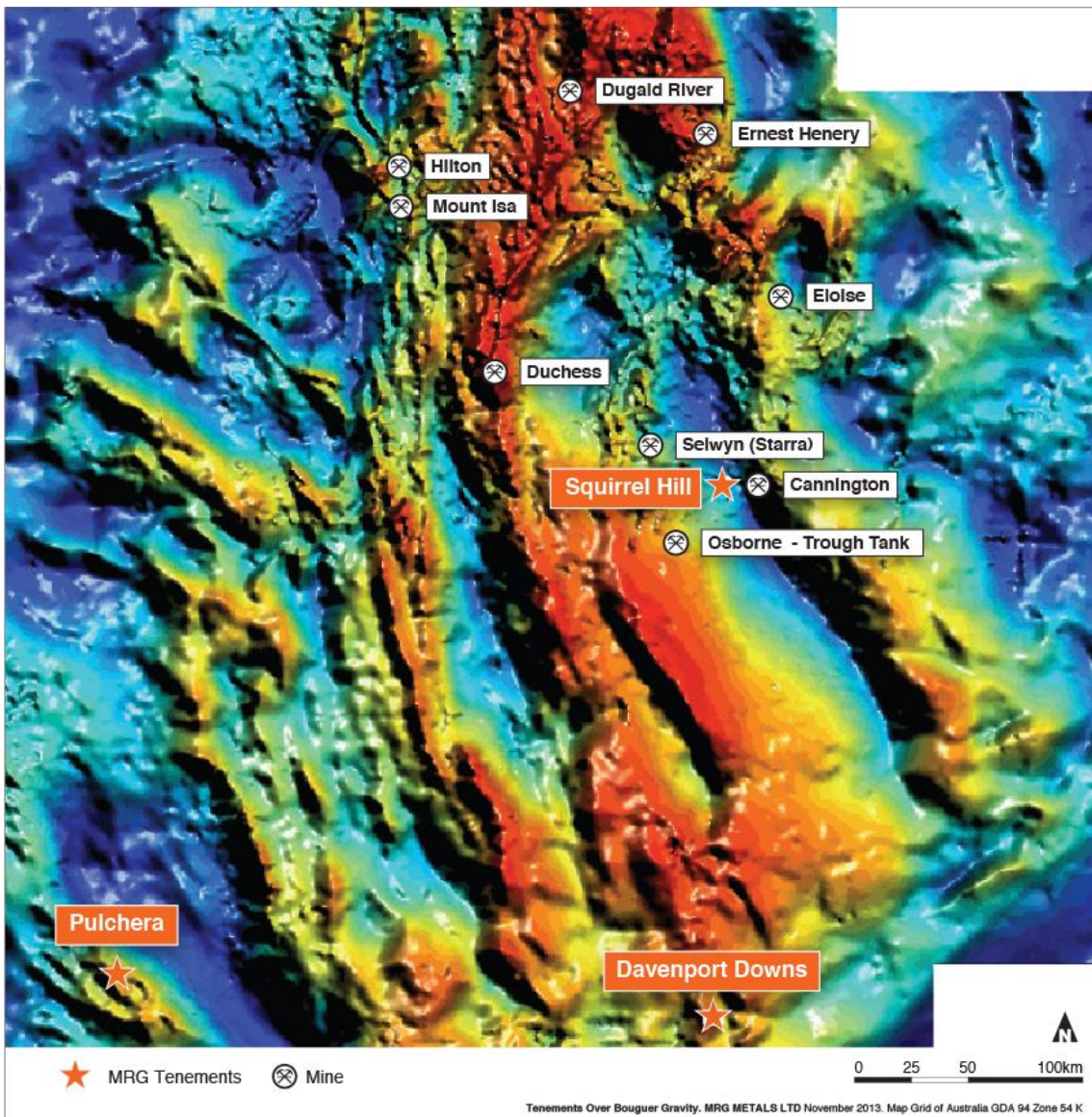
The aim is to discover an Olympic Dam style IOCG (Iron Oxide Copper Gold) deposit in a granitic breccia host, associated with continental faulting and high fluid flow on terrane boundaries.

DAVENPORT DOWNS - EPM19306

The Davenport Downs licence was granted in April 2013 and lies 120 kilometres south east of Boulia. Like the Pulchera Project it is close to the interpreted southern margin of the Mount Isa Block. The Project straddles portion of a prominent gravity ridge with accompanying favourable magnetic signatures. Exploration work undertaken on the tenement to date comprise historical data compilation, geophysical data review and prospectivity assessment. The Davenport Downs EPM is considered prospective due to its positive magnetic - gravity response which are characteristic of IOCG-Type deposits in the Mount Isa Block. The depth of cover is understood to be around 400m, so future exploration will comprise focussed drilling of geophysical (magnetic-gravity) anomalies.

These newly granted licences will form the focus of MRG exploration efforts in the coming year. Our strategy has been to apply for ground largely on the margins of the mineralised Proterozoic Mount Isa block, where basement is under cover and there are exploration opportunities for discoveries utilising the Sasak technology.

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KALGOORLIE EAST PROJECT

The Kalgoorlie East Project is located approximately 8km east of Kalgoorlie in the Eastern Goldfields of WA, and consists of 15 prospecting licences covering an area of 17km². This region is highly prospective and hosts a number of large gold and silver deposits, including the Kalgoorlie Super Pit (>50 million oz Au) 7km to the west, Kanowna Belle (>5 million oz Au) 12kms to the north and Nimbus (>23 million oz Ag-eq.) 2kms to the south east.

The geology of the project area consists of a structurally complex assemblage of Archean ultramafic, mafic and felsic volcanic rocks with associated sediments and cherts, intruded by a series of younger dolerite dykes and felsic porphyries, together known as the Golden Ridge Belt.

Indications of a number of styles of mineralisation have been identified on the project, including Kambalda style nickel sulphide, shear hosted gold, Nimbus style silver mineralisation and disseminated base metal mineralisation. In addition, the Boorara type mineralisation, may also be present. At Boorara, <1km east, mineralisation is controlled by the intersection of a north east trending fault with the major regional NNW trending faults. This NE fault and others of a similar orientation, extend into the MRG tenements. The spatial association between these NE faults and gold in soil anomalies form a primary exploration target.

During the year a number of nickel targets were assessed in detail. The main target being an area where previous Aircore drilling returned 5m @ 1% nickel, 0.2% cobalt & 0.33% chromium from 5m down hole. While this intercept is within weathered rocks, subsequent re - analysis indicated that it derived from primary nickel sulphides, rather than

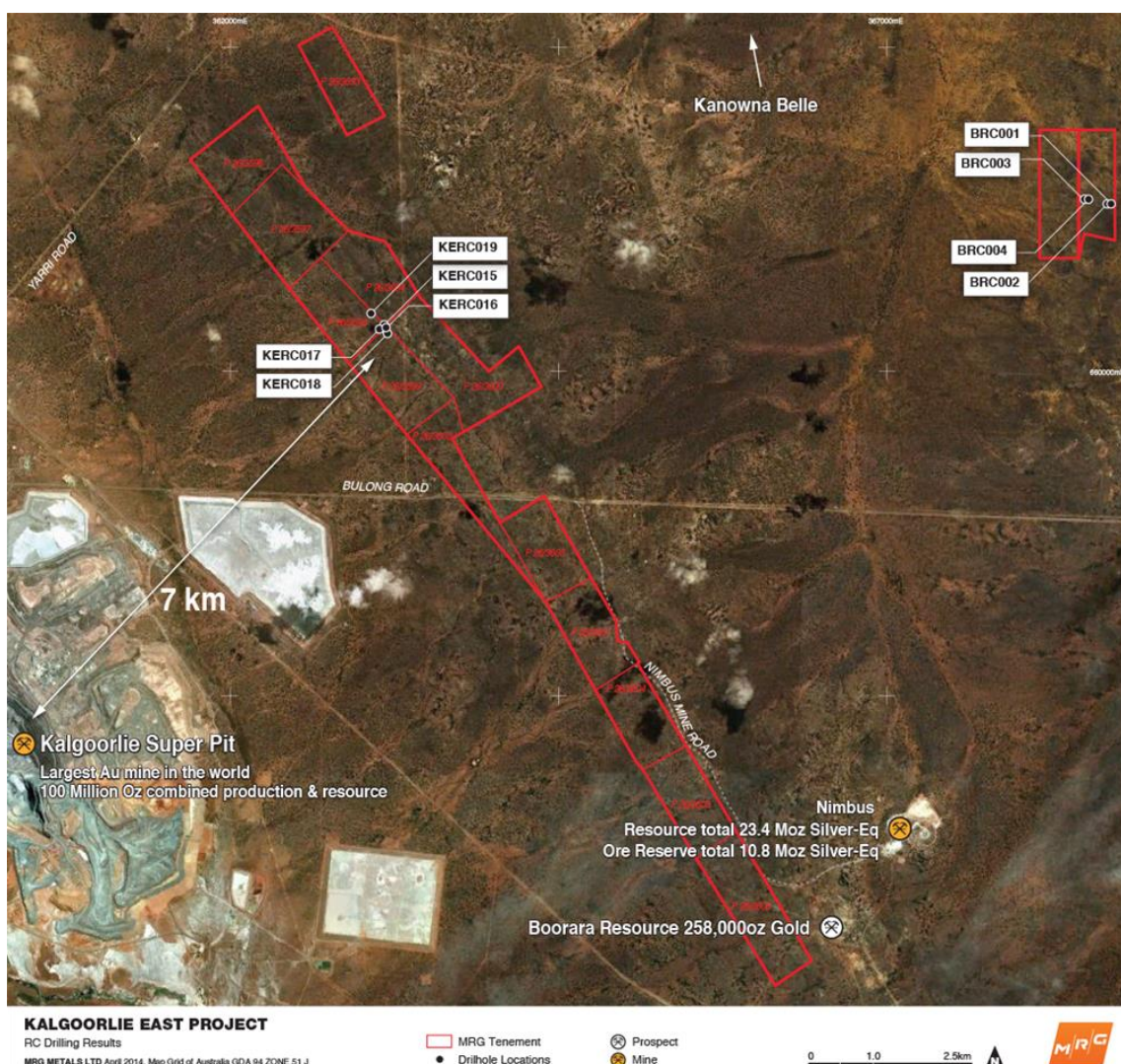
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being a lateritic accumulation. Another anomaly to the south showed coherent high nickel soil anomalism up to 3,966 ppm Ni.

A Reverse Circulation drilling program was completed during November 2013 seeking narrow high grade Kambalda Style nickel sulphide mineralisation. Whilst no high grade nickel zones were found a number of strongly anomalous pathfinder and trace elements results were returned.

Further drilling directed towards two new gold targets in the main Kalgoorlie East and satellite Balagundi prospect was undertaken in February 2014. The holes at Balagundi were drilled into a virgin area with no prior drilling. Of the four shallow holes completed, anomalous gold and strongly anomalous arsenic were found in two of the holes. We are greatly encouraged by these promising early results and further drilling over this area is justified.

Within the Project many thick bands of the Metalliferous Black Shales were encountered during drilling. Their geochemistry shows that they are very sulphidic, with highly anomalous concentrations of Au, As and elevated base metals. There are many types of mineral deposits that are enveloped by disseminated pyrite 'shells' with anomalous geochemistry. Accordingly, further work is planned on the black shale geochemistry to determine vectors to mineralisation.



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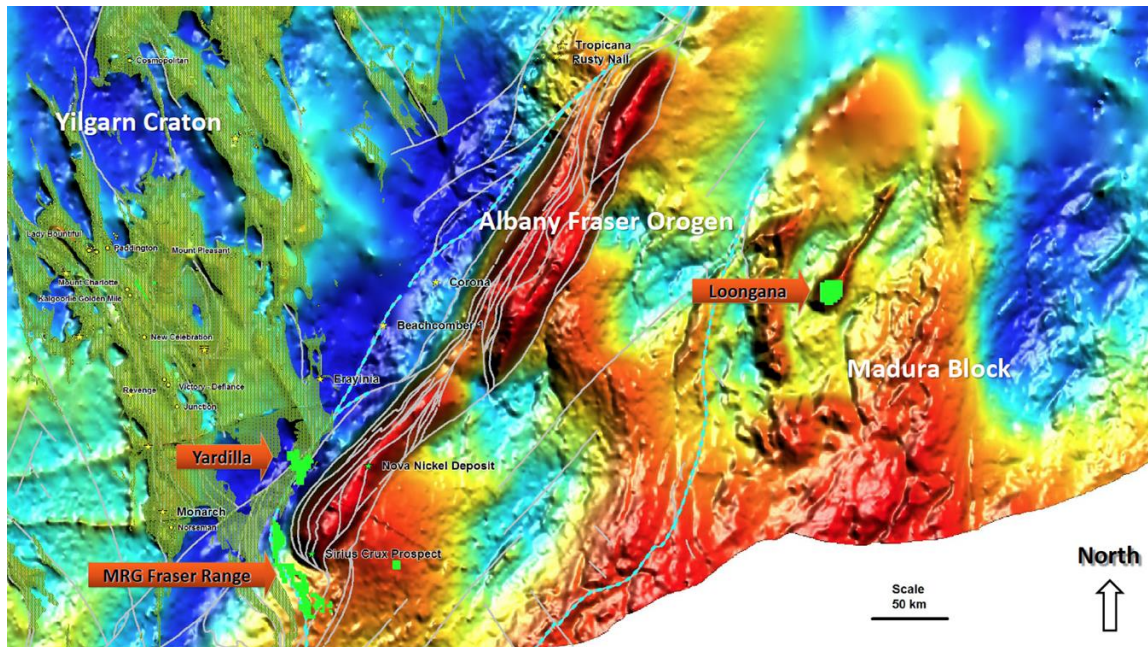
YARDILLA PROJECT

In mid 2014, the Board of MRG successfully negotiated an option and purchase agreement over two granted exploration licences that adjoin an existing MRG 100% owned Yardilla licence application. Together, they cover a contiguous area of approximately 220 square kilometres.

The combined project area straddles part of the Cundeelee Fault, which separates the Archean Yilgarn Craton from the Proterozoic Albany-Fraser Orogen. The three adjoining exploration licences are considered to be prospective for gold, nickel and base metals that may be present in both geological terrains.

The area has been held by several companies, but only Sipa Resources (2006 – 2013 JV with Newmont) and AngloGold Ashanti (2008 – 2013) have completed widespread systematic exploration. Past exploration targeted gold, with little evidence of nickel and base metal exploration in ultramafics of the Yilgarn Craton or metamorphosed units of the Albany-Fraser Orogen.

MRG primary target is gold and nickel mineralisation associated with structural dislocations in the Archean greenstones and analogues of Tropicana style gold mineralisation in the Albany Fraser Orogen.



FRASER RANGE PROJECT

MRG's Fraser Range project has a total area of approximately 500km² and is located 100km south east of Norseman, WA. The project consists of six pending exploration licences, of which two were applied for in March 2012 and an additional four in March 2013. The primary target is Tropicana style gold mineralisation.

The geology of the Albany Fraser Orogenic Province, of which the MRG's Fraser Range project is part, is poorly known, since younger sediments cover approximately 90 percent of the area. Based on limited outcrop and geophysical interpretation, the project lies within a complex of strongly deformed Proterozoic high-grade gneissic rocks.

The focus for MRG has been an ancient collision zone located between the Yilgarn Craton and the Albany-Fraser Orogen which hosts AngloGold Ashanti's +5M oz Tropicana Gold Mine, located 400km to the northeast and Sirius Resources Ltd's Nova Bollinger Ni-Cu-Co deposit, located some 80km the northeast. Prior to these discoveries the area was not thought to be overly prospective.

However, MRG's exploration licence applications are yet to be granted. We currently hold priority to the mineral exploration rights but grant has been delayed due to environmental matters. We have received advice that high level inter Departmental negotiations between the Departments of Mines & Petroleum (DMP) and Environment & Conservation (DEC) are still ongoing regarding the environmental conditions that should apply to licences within the Dundas Nature Reserve. Although some companies are actively exploring within the Reserve no new licences

have been granted access to the Reserve since February 2012. MRG's first application was made on 27 March 2012 and initially referred to DEC on 13 June 2012. MRG is monitoring the ongoing negotiations between DMP & DEC and is seeking a meeting with the Departments on a timely resolution of the issue so that grant of the licences may proceed.

All open file and geophysical data is currently being scrutinized for favourable structural positions and alteration zones, with selected areas to be subjected to a targeted geochemical sampling program upon final licence approval.

ACTIVITIES AND HIGHLIGHTS SINCE 30 JUNE 2014

MRG's two remaining QLD IOCG tenements have been granted.

Drilling commenced on the East Yilgarn project late September.

Continuation of data refinement to identify high priority drill targets.

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Directors' Report

The Directors of MRG Metals Ltd present their Report together with the financial statements of the consolidated entity, being MRG Metals Ltd ('MRG' or 'the Company') and its controlled entities, MRG Metals (Australia) Pty Ltd and MRG Metals (Exploration) Pty Ltd ('the Group') for the year ended 30 June 2014 and the Independent Audit Report thereon.

Director details

The following persons were directors of MRG Metals Ltd during or since the end of the financial year.

Mr Keith Weston

BSc Geology (hons), MAusIMM

Managing Director & Chief Executive Officer since 07/01/2013

Director since 07/01/2013

Keith is a Geologist with over 27 years experience in the Minerals Industry throughout Australia and Latin America. In recent times, Mr Weston was the inaugural Managing Director and Chief Executive Officer of Metminco Ltd (ASX Code: MNC) ("Metminco"). He held the position prior to ASX Listing on 1 October 2007 until 31 October 2009. During this time he was instrumental in the successful takeover of Hampton Mining Ltd and subsequent exploration by the merged entity in South America. Principally, from November 2009 to December 2011, he was Chief Geologist for Peru of Metminco, where he was involved in advancing the world class Los Calatos copper deposit. Since January 2012, Keith was engaged as a consulting Geologist for MRG.

Other current directorships:

None

Previous directorships (last 3 years):

None

Interests in shares:

100,000 shares

Interest in options:

None

Mr Andrew Van Der Zwan

BE Chemical Engineering (hons)

Independent Non Executive Director since 07/01/2013

Chairman since 08/10/2013

Director since 14/02/2011

Andrew has 28 years engineering and commercial experience, both local and international. He was a Non Executive Director of Gulfx Ltd for 11 years and was employed in various senior positions within the worldwide operations of Exxon Mobil for 17 years.

Other current directorships:

Argo Exploration Ltd (ASX: AXT) since 19/03/2013

Titan Energy Ltd (ASX: TTE) since 02/04/2014

Previous directorships (last 3 years):

None

Interests in shares:

2,375,000 shares

Interest in options:

1,080,000 options

Mr Shane Turner

CA, Bachelor of Business

Independent Non-Executive Director

Director since incorporation 24/01/2011

Shane is a Chartered Accountant and has 26 years financial and accounting experience. He has been employed with KPMG, a large regional public accounting practice, operated his own public accounting practice and now is employed with RSM Bird Cameron. He was a Non Executive Director and Company Secretary for Metminco for 2 years.

Other current directorships:

None

Previous directorships (last 3 years):

None

Interests in shares:

1,594,100 shares

Interest in options:

735,000 options

Mr Christopher Gregory

BSc Geology, MAusIMM, MAIG, FSEG, MAICD

Independent Non-Executive Director since 12/08/2013

Director since 12/08/2013

Chris has extensive global minerals industry experience over 31 years, at both technical and executive levels. Career foundation of 22 years in the Asia-Pacific region with Rio Tinto. Currently consultant GM Australasia, Corporate Development & Exploration, Mandalay Resources (TSX:MND).

Other current directorships:

None

Previous directorships (last 3 years):

None

Interests in shares:

12,499,900 shares

Interest in options:

None

Mr Albert Pietrzak

BE Mechanical Engineering

Independent Non-Executive Director

Independent Chairman

Director since incorporation 24/01/2011. Resigned 8/10/13.

Albert has 42 years engineering and commercial experience. He was Managing Director of an engineering company for 33 years. He is a fully qualified IFR pilot, an engineering consultant and an investor.

Company secretary

Shane Turner is a Chartered Accountant and the Group Chief Financial Officer. Shane has held senior positions with a number of professional accounting firms and has a degree in Business. Shane has previously held the role of company secretary for Metminco for 2 years. He has been the company secretary of MRG since incorporation on 24/01/2011.

Principal activities

During the period, the principal activities of entities within the Group were exploration and development of gold, base metals and other commodities within Australia. There have been no significant changes in the nature of these activities during the period.

Review of operations and financial results

The operating result of the Group for the year ended was a loss of \$5,237,082 (2013 loss \$1,070,853). Refer detailed Review of Operations that follows this report.

Earnings per share (3.91) cents (2013 (1.21) cents).

Further information on the detailed operations of the Group during the year is included in the Review of Operations Report.

Significant changes in the state of affairs

During the year, tenement applications were made at Yardilla, Xanadu and Loongana and an Option was acquired over tenements at Yardilla. Some tenements at East Yilgarn were relinquished.

Dividends

There were no dividends declared or paid during the financial period.

Events arising since the end of the reporting period

Since the end of the year no further significant events have occurred other than those noted in the Review of Operations Report.

Likely developments

Information on likely developments in the Group's operations and the expected results have not been included in this report because the directors believe it would likely result in unreasonable prejudice to the Group.

Directors' meetings

The number of meetings of directors held during the period and the number of meetings attended by each director were as follows:

Name	Board meetings	
	A	B
Mr A Van Der Zwan	9	9
Mr K Weston	9	9
Mr S Turner	9	9
Mr C Gregory	7	7
Mr A Pietrzak	2	2

Where:

A is the number of meetings the Director was entitled to attend

B is the number of meetings the Director attended

Remuneration Report (audited)

The Directors of MRG Metals Ltd (‘the Group’) present the Remuneration Report prepared in accordance with the Corporations Act 2001 and the Corporations Regulations 2001.

The remuneration report is set out under the following main headings:

- a. Principles used to determine the nature and amount of remuneration
- b. Details of remuneration
- c. Service agreements
- d. Share-based remuneration

(a) Principles used to determine the nature and amount of remuneration

The principles of the Group’s executive strategy and supporting incentive programs and frameworks are:

- To align rewards to business outcomes that deliver value to shareholders;
- To drive a high performance culture by setting challenging objectives and rewarding high performing individuals; and
- To ensure remuneration is competitive in the relevant employment market place to support the attraction, motivation and retention of executive talent.

MRG Metals Ltd has structured a remuneration framework that is market competitive and complementary to the reward strategy of the Group.

The Board, in accordance with its charter as approved by the Board, is responsible for determining and reviewing compensation arrangements for the directors and the executive team.

The remuneration structure that has been adopted by the Group consists of the following components:

- Fixed remuneration being annual salary; and
- Superannuation to meet statutory obligations.

The Board assesses the appropriateness of the nature and amount of remuneration on a periodic basis by reference to recent employment market conditions with the overall objective of ensuring maximum stakeholder benefit from the retention of a high quality Board and executive team.

The payment of bonuses, share options and other incentive payments are reviewed by the Board annually as part of the review of executive. All bonuses, options and incentives must be linked to pre-determined performance criteria.

(b) Details of remuneration

Details of the nature and amount of each element of the remuneration of each key management personnel ('KMP') of MRG Metals Ltd are shown in the table below. Mr C Gregory was appointed as Non-executive director on 12 August 2013. Mr. A Pietrzak resigned on 8 October 2013. Mr. A Van Der Zwan replaced Mr. A Pietrzak as Chairman on 8 October 2013.

Director and other Key Management Personnel Remuneration

Name	Short term employee benefits			Post-employment benefits	Long-term benefits	Termination benefits	Share-based payments	Total (\$)	% of remuneration that is performance based
	Cash salary and fees (\$)	Cash bonus (\$)	Non-monetary benefits (\$)	Superannuation (\$)	Long-term bonus (\$)	Termination payments (\$)	Options (\$)		
Executive director									
Mr K Weston	112,500	-	-	8,325	-	-	-	120,825	Nil
Non-executive directors									
Mr A Van Der Zwan	57,250	-	-	4,779	-	-	-	62,029	Nil
Mr S Turner	101,157	-	-	9,357	-	-	-	110,514	Nil
Mr C Gregory	107,478	-	-	3,282	-	-	-	110,760	Nil
Mr A Pietrzak	12,500	-	-	1,156	-	-	-	13,656	Nil
2014 Total	390,885	-	-	26,899	-	-	-	417,784	Nil
Executive directors									
Mr K Weston	58,077	-	-	5,227	-	-	-	63,304	Nil
Mr A Van Der Zwan	88,847	-	-	6,510	-	-	-	95,357	Nil
Non-executive directors									
Mr A Pietrzak	50,000	-	-	4,500	-	-	-	54,500	Nil
Mr S Turner	96,891	-	-	8,640	-	-	-	105,531	Nil
Mr A Van Der Zwan	19,359	-	-	2,242	-	-	-	21,601	Nil
2013 Total	313,174	-	-	27,119	-	-	-	340,293	Nil

(c) Service agreements

Remuneration and other terms of employment for the Executive Directors and other Key Management Personnel are formalised in a service agreement. The major provisions of the agreements relating to remuneration are set out below:

Name	Base salary	Term of agreement	Notice period
Mr K Weston	80,000	One Year	One Month
Mr K Weston – Consultant (1)	50,000	No fixed term	Nil
Mr A Van Der Zwan	60,000	Rotation per Corporations Act 2001	Nil
Mr C Gregory	40,000	Rotation per Corporations Act 2001	Nil
Mr C Gregory - Consultant	72,000	No fixed term	Nil
Mr S Turner - Director	50,000	Rotation per Corporations Act 2001	Nil
Mr S Turner - Secretary	50,000	No fixed term	Nil

Note (1) – Mr K Weston changed from a base salary of \$120,000 to \$80,000 plus \$750 per day capped at \$50,000 for in field geological work effective 1 October 2013.

(d) Share based remuneration

During the year, there was no share based remuneration paid or outstanding.

End of audited remuneration report.

Environmental legislation

The Group’s projects are subject to environmental regulation under laws of the Commonwealth and States and Territories in Australia, specifically the Group is required to comply with terms of the grant of the tenement and all directions given to it under those terms of the tenement which it holds. There have been no known breaches of the tenement conditions, and no such breaches have been notified by any government agency during the period ended 30 June 2014.

Indemnities given and insurance premiums paid to auditors and officers

During the year, MRG Metals Ltd negotiated a premium to insure officers of the Group. The officers of the Group covered by the insurance policy include all directors.

The liabilities insured are legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the officers in their capacity as officers of the Group, and any other payments arising from liabilities incurred by the officers in connection with such proceedings, other than where such liabilities arise out of conduct involving a wilful breach of duty by the officers or the improper use by the officers of their position or of information to gain advantage for themselves or someone else to cause detriment to the Group.

Details of the amount of the premium paid in respect of the insurance policies are not disclosed as such disclosure is prohibited under the terms of the contract.

The Group has not otherwise, during or since the end of the financial year, except to the extent permitted by law, indemnified or agreed to indemnify any current or former officer or auditor of the Group against a liability incurred as such by an officer or auditor.

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Non-audit services

During the previous period, Grant Thornton Audit Pty Ltd, the Group's auditors, performed no other services in addition to their statutory audit duties.

Details of the amounts paid to the auditors of the Group, Grant Thornton Audit Pty Ltd, and its related practices for audit and non-audit services provided during the year are set out in note 16 to the Financial Statements.

A copy of the auditor's independence declaration as required under s307C of the Corporations Act 2001 is included on page 18 of this financial report and forms part of this Directors' Report.

Proceedings of behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party, for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Signed in accordance with a resolution of the directors.



Andrew Van Der Zwan
Chairman

30 September 2014

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**Auditor's Independence Declaration
To the Directors of MRG Metals Limited**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the audit of MRG Metals Limited for the year ended 30 June 2014, I declare that, to the best of my knowledge and belief, there have been:

no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and

no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read "Grant Thornton".

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

A handwritten signature in black ink, appearing to read "Brad Taylor".

Brad Taylor
Partner - Audit & Assurance

Melbourne, 30 September 2014

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Corporate Governance Statement

This Corporate Governance Statement sets out the extent to which the Company's practices comply with the ASX Corporate Governance Council's Principles of Good Corporate Governance and Recommendations (**Recommendations**). The Recommendations are not mandatory.

ASX Corporate Governance Council Recommendation	MRG policy	Compliance
Principle 1: Lay solid foundations for management and oversight		
Recommendation 1.1: Companies should establish functions reserved to the board and those delegated to senior executives and disclose those functions	The Group's Corporate Governance framework includes a Board Charter, which details the specific responsibilities of the Board and identifies those areas of authority delegated to senior executives.	Complies
Recommendation 1.2: Companies should disclose the process for evaluating the performance of senior executives	The Board will set performance criteria to review the performance of senior management.	Complies
Recommendation 1.3: Companies should provide the information indicated in the Guide to reporting on Principle 1	The Board Charter is available on the Group's website.	Complies
Principle 2: Structure the board to add value		
Recommendation 2.1: A majority of the board should be independent directors	Three of the Group's four directors, being Andrew Van Der Zwan, Christopher Gregory and Shane Turner, are independent directors.	Complies
Recommendation 2.2: The chair should be an independent director	Andrew Van Der Zwan is the Chairman and is an independent director.	Complies
Recommendation 2.3: The roles of chair and chief executive officer should not be exercised by the same individual	Andrew Van Der Zwan is the Chairman. Keith Weston is the Chief Executive Officer.	Complies
Recommendation 2.4: The board should establish a nomination committee	The Group does not currently have a nomination committee. Board appointments will be decided by the Board as a whole, taking into consideration the needs of the Group at the relevant time.	The Board does not consider it necessary given the size of the Group's current operations.
Recommendation 2.5: Companies should disclose the process for evaluating the performance of the board, its committees and individual directors	The Company Secretary plays an integral role in monitoring the conduct and activities of Board, ensuring the Board has an appropriate mix of skills and experience and reviewing individual director's performance. The Chief Executive Officer is responsible for reviewing the	Complies

ASX Corporate Governance Council Recommendation	MRG policy	Compliance
	performance of the Company Secretary.	
Recommendation 2.6: Companies should provide the information indicated in the Guide to reporting on Principle 2	This information, where relevant, has been disclosed in the Directors' Report.	Complies
Principle 3: Promote ethical and responsible decision making		
<p>Recommendation 3.1: Companies should establish a code of conduct and disclose the code or a summary of the code as to:</p> <ul style="list-style-type: none"> - the practices necessary to maintain confidence in the company's integrity - the practices necessary to take into account their legal obligations and the reasonable expectations of their stakeholders - the responsibility and accountability of individuals for reporting and investigating reports of unethical practices - trading in securities of the Company 	The Board has established a Code of Conduct as to the practices necessary to maintain confidence in the Group's integrity; practices necessary to take into account the Group's legal obligations and the reasonable expectations of shareholders and the responsibility and accountability of individuals for reporting and investigating reports of unethical practices. The Code of Conduct is available on the Group's website.	Complies
Recommendation 3.2: Companies should establish a policy concerning diversity and disclose the policy or a summary of that policy. The policy should include requirements for the board to establish measurable objectives for achieving gender diversity for the board and to assess annually both the objectives and progress in achieving them	The Group does not currently have a diversity policy. Once the Group has established its operations, it will develop a policy that complements its needs.	Board is committed to review and prepare appropriate Diversity policy.
Recommendation 3.3: Companies should disclose in each annual report the measurable objectives for achieving gender diversity set by the board in accordance with the diversity policy and progress towards achieving them	The Group does not currently have a diversity policy. Once the Group has established its operations, it will develop a policy that complements its needs.	Board is committed to review and prepare appropriate Diversity policy.
Recommendation 3.4: Companies should disclose in each annual report the proportion of women employees in the whole organisation, women in senior executive positions and women on the board	None at present.	None at present due to the size of Group.
Recommendation 3.5: Companies	The Code of Conduct and the	Board is committed to

ASX Corporate Governance Council Recommendation	MRG policy	Compliance
should provide the information indicated in the Guide to reporting on Principle 3	diversity policy (once established) will be available on the Group's website.	review and prepare appropriate Diversity policy.
Principle 4: Safeguard integrity in financial reporting		
Recommendation 4.1: The board should establish an audit committee	The Group does not currently have an audit committee. The functions of this committee will be carried out by the whole Board. The Company Secretary has significant experience in financial and accounting matters and will be primarily responsible for monitoring and preparing the financial reports. External resources will be commissioned where necessary.	The Board does not consider it necessary given the size of the Group's current operations.
Recommendation 4.2: The audit committee should be structured so that it: <ul style="list-style-type: none"> - consists only of non-executive directors - consists of a majority of independent directors - is chaired by an independent chair, who is not chair of the board - has at least 3 members 	Refer to comments in 4.1 above.	Refer to comments in 4.1 above.
Recommendation 4.3: The audit committee should have a formal charter	Refer to comments in 4.1 above.	Refer to comments in 4.1 above.
Recommendation 4.4: Companies should provide the information indicated in the Guide to reporting on Principle 4	Refer to comments in 4.1 above.	Refer to comments in 4.1 above.
Principle 5: Make timely and balanced disclosure		
Recommendation 5.1: Companies should establish written policies designed to ensure compliance with ASX Listing Rule disclosure requirements and to ensure accountability at a senior executive level for that compliance and disclose those policies or a summary of those policies	The Group has established a Continuous Disclosure Policy which applies to all directors and senior management.	Complies
Recommendation 5.2: Companies should provide the information indicated in the Guide to reporting on Principle 5	The Group's Continuous Disclosure Policy will be available on the Group's website.	Complies
Principle 6: Respect the rights of shareholders		
Recommendation 6.1: Companies	The Group is committed to all	Complies

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ASX Corporate Governance Council Recommendation	MRG policy	Compliance
<p>should design a communications policy for promoting effective communication with shareholders and encouraging their participation at general meetings and disclose their policy or a summary of that policy</p>	<p>shareholders and stakeholders having equal and timely access to material information regarding the operations and results of the Group. Where required, this information will be provided via the ASX. Otherwise, information will be made available on the Group's website.</p>	
<p>Recommendation 6.2: Companies should provide the information indicated in the Guide to reporting on Principle 6</p>	<p>The Group will provide an explanation of any departures (if any) from the best practice recommendations in Principle 6 in its future annual reports.</p>	Complies
Principle 7: Recognise and manage risk		
<p>Recommendation 7.1: Companies should establish policies for the oversight and management of material business risks and disclose a summary of those policies</p>	<p>Given the size of the Group's current operations, the Board has formed the view that a separate risk committee is not necessary. The Board itself monitors all areas of operational and financial risk and considers strategies for appropriate risk management arrangements on an ongoing basis. If considered necessary, external input will be sought to assess and counteract identified risks.</p>	Complies
<p>Recommendation 7.2: The board should require management to design and implement the risk management and internal control system to manage the company's material business risks and report to it on whether those risks are being managed effectively. The board should disclose that management has reported to it as to the effectiveness of the company's management of its material business risks</p>	<p>The Board will require that Keith Weston, as Managing Director and Chief Executive Officer, design and implement an appropriate risk management and internal control system and provide a report to the Board at the relevant time.</p>	Complies
<p>Recommendation 7.3: The board should disclose whether it has received assurance from the CEO and CFO that the declaration provided in accordance with section 295A of the Corporations Act is founded on a sound system of risk management and internal control and that the system is operating effectively in all material respects in relation to financial reporting risks</p>	<p>The Board will seek this assurance from Keith Weston as Chief Executive Officer.</p>	Complies

ASX Corporate Governance Council Recommendation	MRG policy	Compliance
Recommendation 7.4: Companies should provide the information indicated in the Guide to reporting on Principle 7	The Group will provide an explanation of any departures (if any) from the best practice recommendations in Principle 7 in its future annual reports.	Complies
Principle 8: Remunerate fairly and responsibly		
Recommendation 8.1: The board should establish a remuneration committee	The Group does not currently have a remuneration committee. . The Board is responsible for making recommendations regarding director and management remuneration packages.	The Board does not consider it necessary given the size of the Group's current operations
Recommendation 8.2: The remuneration committee should be structured so that it: <ul style="list-style-type: none"> - consists of a majority of independent directors - is chaired by an independent chair - has at least three members 	Refer to comments in 8.1 above.	Refer to comments in 8.1 above.
Recommendation 8.3: Companies should clearly distinguish the structure of non-executive directors' remuneration from that of executive directors and senior executives	The Board is aware of the need to ensure remuneration remains competitive and consistent with competitor companies and that remuneration reflects the performance of the Group over time. The directors performing an executive role are remunerated based on the scope of their responsibilities and the performance of the Group. Non-executive directors are paid fees as determined by shareholders. The Group will provide the requisite disclosure regarding executive remuneration policies in its annual report.	Complies
Recommendation 8.4: Companies should provide the information indicated in the Guide to reporting on Principle 8	The Group will provide an explanation of any departures (if any) from the best practice recommendations in Principle 8 in its future annual reports.	Complies

The Board actively monitors the Group's governance framework, related practices and overall culture.

Statement of Financial Position

As of 30 June 2014

	Notes	Consolidated 2014 \$	Consolidated 2013 \$
Assets			
Current			
Cash and cash equivalents	8	1,238,917	3,110,575
Other receivables	7	70,618	116,295
Total current assets		<u>1,309,535</u>	<u>3,226,870</u>
Non-current			
Plant & Equipment	11	-	368
Exploration & Evaluation	12	6,634,422	8,665,546
Option	13	75,000	-
Intangibles	14	1,021,750	2,043,500
Total non-current assets		<u>7,731,172</u>	<u>10,709,414</u>
Total assets		<u>9,040,707</u>	<u>13,936,284</u>
Liabilities			
Current			
Trade and other payables	10	64,822	153,317
Total current liabilities		<u>64,822</u>	<u>153,317</u>
Total liabilities		<u>64,822</u>	<u>153,317</u>
Net assets		<u>8,975,885</u>	<u>13,782,967</u>
Equity			
Share capital	9	16,364,536	15,934,536
Retained earnings		<u>(7,388,651)</u>	<u>(2,151,569)</u>
Total equity		<u>8,975,885</u>	<u>13,782,967</u>

This statement should be read in conjunction with the notes to the financial statements.

Statement of Profit or Loss and other Comprehensive Income

for the year ended 30 June 2014

	Notes	Consolidated 2014 \$	Consolidated 2013 \$
Revenue	5	127,545	182,654
Employee benefits expense		(417,784)	(330,231)
Administrative expenses		(733,874)	(475,854)
Amortisation/Depreciation expenses		(1,022,118)	-
Exploration/Tenements W/off expenses		(3,190,851)	(447,422)
Loss before tax		(5,237,082)	(1,070,853)
Tax expense	15	-	-
Loss after tax		(5,237,082)	(1,070,853)
Other comprehensive income, net of tax		-	-
Total comprehensive losses		(5,237,082)	(1,070,853)
		Cents	Cents
Earnings per share	17		
Basic earnings per share			
Earnings from continuing operations		(3.91)	(1.21)
Diluted earnings per share			
Earnings from continuing operations		(3.91)	(1.21)

This statement should be read in conjunction with the notes to the financial statements.

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Statement of Changes in Equity

for the year ended 30 June 2014

	Share Capital \$	Retained earnings \$	Total equity \$
Balance at 30 June 2012	7,384,536	(1,080,716)	6,303,820
Other Comprehensive Income			
Loss after income tax expense for the period	-	(1,070,853)	(1,070,853)
Transactions with owners			
Issue of share capital	8,550,000	-	8,550,000
Less capital raising costs	-	-	-
Total transactions with owners	<u>8,550,000</u>	<u>-</u>	<u>8,550,000</u>
Balance at 30 June 2013	<u>15,934,536</u>	<u>(2,151,569)</u>	<u>13,782,967</u>
Balance at 30 June 2013	15,934,536	(2,151,569)	13,782,967
Other Comprehensive Income			
Loss after income tax expense for the period	-	(5,237,082)	(5,237,082)
Transactions with owners			
Issue of share capital	430,000	-	430,000
Less capital raising costs	-	-	-
Total transactions with owners	<u>430,000</u>	<u>-</u>	<u>430,000</u>
Balance at 30 June 2014	<u>16,364,536</u>	<u>(7,388,651)</u>	<u>8,975,885</u>

This statement should be read in conjunction with the notes to the financial statements.

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Statement of Cash Flows

for the year ended 30 June 2014

	Notes	Consolidated 2014 \$	Consolidated 2013 \$
Operating activities			
Interest received		137,945	114,279
Sale of Data		55,000	-
Payments to suppliers and employees		(1,167,344)	(871,652)
Net cash from continuing operations		<u>(974,399)</u>	<u>(757,373)</u>
Net cash used in operating activities	18	<u>(974,399)</u>	<u>(757,373)</u>
Investing activities			
Payment for plant & equipment		-	-
Payment for exploration & evaluation		(897,259)	(494,789)
Net cash used in investing activities		<u>(897,259)</u>	<u>(494,789)</u>
Financing activities			
Proceeds from issue of share capital		-	-
Capital raising costs		-	-
Net cash from financing activities		<u>-</u>	<u>-</u>
Net change in cash and cash equivalents		(1,871,658)	(1,252,162)
Cash and cash equivalents, beginning of year		3,110,575	4,362,737
Cash and cash equivalents, end of year	8	<u>1,238,917</u>	<u>3,110,575</u>

This statement should be read in conjunction with the notes to the financial statements.

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Notes to the consolidated financial statements

1 Nature of operations

The activities of MRG Metals Ltd and its subsidiaries, MRG Metals (Australia) Pty Ltd and MRG Metals (Exploration) Pty Ltd are exploration and development of gold, base metals and other commodities within Australia.

2 General information and statement of compliance

The consolidated general purpose financial statements of the Group have been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board. Compliance with Australian Accounting Standards results in full compliance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

MRG Metals Ltd is the Group's ultimate parent company. MRG Metals Ltd is a public company incorporated and domiciled in Australia.

The consolidated financial statements for the year ended 30 June 2014 were approved and authorised for issue by the board of directors on 30 September 2014 (see note 26).

3 Changes in accounting policies

3.1 Overall considerations

The Group has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

The adoption of these Accounting Standards and Interpretations did not have any impact on the financial performance or position of the Group.

3.2 New Accounting Standards and Interpretations not yet mandatory or early adopted

Standard / Interpretation	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 9 <i>Financial Instruments</i>	1 January 2018	30 June 2019
AASB 2012-3 Amendments to Australian Accounting Standards – Offsetting Financial Assets and Financial Liabilities	1 January 2014	30 June 2015

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2014 reporting periods. The Group has assessed that they do not expect a material impact on the financial statements when the above standards are implemented.

4 Summary of accounting policies

4.1 Overall considerations

The significant accounting policies that have been used in the preparation of these consolidated financial statements are summarised below.

The consolidated financial statements have been prepared using the measurement bases specified by Australian Accounting Standards for each type of asset, liability, income and expense. The measurement bases are more fully described in the accounting policies below.

4.2 Presentation of financial statements

AASB 101 requires two comparative periods to be presented for the statement of financial position in certain circumstances.

4.3 Basis of consolidation

The Group financial statements consolidate those of the parent company and its subsidiary undertakings drawn up to 30 June 2014. The parent controls a subsidiary if it is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over the subsidiary. All subsidiaries have a reporting date of 30 June.

All transactions and balances between Group companies are eliminated on consolidation, including unrealised gains and losses on transactions between Group companies. Amounts reported in the financial statements of subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Profit or loss and other comprehensive income of subsidiaries acquired or disposed of during the year are recognised from the effective date of acquisition, or up to the effective date of disposal, as applicable.

4.4 Segment reporting

Operating segments are presented using the 'management approach', where information is presented on the same basis as the internal reports provided to chief operating decision makers, being the Board of Directors. The Board of Directors are responsible for the allocation of resource to operating segments and assessing their performance.

4.5 Revenue

Interest income is recognised on an accrual basis using the effective interest method.

4.6 Operating expenses

Operating expenses are recognised in profit or loss upon utilisation of the service or at the date of their origin.

4.7 Exploration and evaluation

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

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Accumulated costs in relation to an abandoned area are written off in full against profit or loss in the year in which the decision to abandon the area is made.

A regular review for impairment is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

4.8 Income taxes

Tax expense recognised in profit or loss comprises the sum of deferred tax and current tax not recognised in other comprehensive income or directly in equity.

Current income tax assets and/or liabilities comprise those obligations to, or claims from, the Australian Taxation Office (ATO) and other fiscal authorities relating to the current or prior reporting periods, that are unpaid at the reporting date. Current tax is payable on taxable profit, which differs from profit or loss in the financial statements. Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred income taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases. However, deferred tax is not provided on the initial recognition of goodwill, or on the initial recognition of an asset or liability unless the related transaction is a business combination or affects tax or accounting profit. Deferred tax on temporary differences associated with investments in subsidiaries and joint ventures is not provided if reversal of these temporary differences can be controlled by the Group and it is probable that reversal will not occur in the foreseeable future.

Deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply to their respective period of realisation, provided they are enacted or substantively enacted by the end of the reporting period. Deferred tax liabilities are always provided for in full.

Deferred tax assets are recognised to the extent that it is probable that they will be able to be utilised against future taxable income.

Deferred tax assets and liabilities are offset only when the Group has a right and intention to set off current tax assets and liabilities from the same taxation authority.

Changes in deferred tax assets or liabilities are recognised as a component of tax income or expense in profit or loss, except where they relate to items that are recognised in other comprehensive income (such as the revaluation of land) or directly in equity, in which case the related deferred tax is also recognised in other comprehensive income or equity, respectively.

4.9 Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

4.10 Other Receivables

Other receivables are recognised at amortised cost, less any impairment.

4.11 Trade Payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of the financial period and which are unpaid. Due to their short term nature they are measured at amortised cost and not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

4.12 Earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the owners of MRG Metals Ltd, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial period, adjusted for bonus elements in ordinary shares issued during the financial period.

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

4.13 Equity

Share capital represents the nominal value of shares that have been issued. Any transaction costs associated with the issuing of shares are deducted from share capital, net of any related income tax benefits.

Retained earnings include all current and prior period retained profits.

4.14 Post employment benefits

The Group provides post employment benefits through various accumulation funds.

An accumulation fund is a superannuation fund under which the Group pays fixed contributions into an independent entity. The Group has no legal or constructive obligations to pay further contributions after its payment of the fixed contribution. Contributions to the funds are recognised as an expense in the period that relevant employee services are received.

4.15 Provisions, contingent liabilities and contingent assets

Provisions are recognised when present obligations as a result of a past event will probably lead to an outflow of economic resources from the Group and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are not recognised for future operating losses.

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. Provisions are discounted to their present values, where the time value of money is material.

All provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

Possible inflows of economic benefits to the Group that do not yet meet the recognition criteria of an asset are considered contingent assets.

4.16 Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

4.17 Significant management judgement in applying accounting policies

The following are significant management judgements in applying the accounting policies of the Group that have the most significant effect on the financial statements.

Deferred tax assets

The assessment of the probability of future taxable income in which deferred tax assets can be utilised is based on the Group's latest approved budget forecast, which is adjusted for significant non-taxable income and expenses and specific limits to the use of any unused tax loss or credit. The tax rules in the numerous jurisdictions in which the Group operates are also carefully taken into consideration. If a positive forecast of taxable income indicates the probable use of a deferred tax asset, especially when it can be utilised without a time limit, that deferred tax asset is usually recognised in full. The recognition of deferred tax assets that are subject to certain legal or economic limits or uncertainties is assessed individually by management based on the specific facts and circumstances.

Estimation uncertainty

When preparing the financial statements management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses.

The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

Information about significant judgements, estimates and assumptions that have the most significant effect on recognition and measurement of assets, liabilities, income and expenses is provided below.

Exploration and evaluation assets

At each reporting date, the directors review the carrying amount of each area of interest, with reference to the indicators of impairment outlined in AASB 6 Exploration for and Evaluation of Mineral Resources. No indicators of impairment were noted in the current period.

Tax Losses

The Group has not recognised a deferred tax asset with regard to unused tax losses and other temporary differences, as it has not been determined whether the Company will generate sufficient taxable income against which the unused tax losses and other temporary differences can be utilised in the foreseeable future.

Share based payments

The Group measures the cost of share based payments at fair value at the issue date. During the year 2,000,000 shares were issued to a consultant of the Company, Calatos P/L, as approved at the 2013 annual general meeting.

4.18 Other intangible assets

Recognition of other intangible assets

Acquired intangible assets

The acquisition of Sasak Resources required the issue of 45,000,000 ordinary shares. The market value of the shares at 26 June 2013, being date transaction was approved at a General Meeting, was \$0.19. Hence, total consideration was \$8,550,000. The value per the Independent Geologist Report for the tenements acquired was \$6,506,500. The balance of consideration of \$2,043,500 was attributed to the access to the data mining software of Sasak Technical. The initial access is for two years.

Subsequent measurement

All intangible assets, including the acquired Technical Services Agreement, are accounted for using the cost model whereby capitalised costs are amortised on a straight-line basis over their estimated useful lives, as these assets are considered finite. Residual values and useful lives are reviewed at each reporting date. In addition, they are subject to impairment testing as described in Note 4.19. The following useful lives are applied:

- Technical Services Agreement – 2 years

Amortisation has been included within depreciation, amortisation and impairment of non-financial assets.

When an intangible asset is disposed of, the gain or loss on disposal is determined as the difference between the proceeds and the carrying amount of the asset, and is recognised in profit or loss within other income or other expenses.

4.19 Impairment testing of goodwill, other intangible assets and property, plant and equipment

For impairment assessment purposes, assets are grouped at the lowest levels for which there are largely independent cash inflows (cash-generating units). As a result, some assets are tested individually for impairment and some are tested at cash-generating unit level. Goodwill is allocated to those cash-generating units that are expected to benefit from synergies of the related business combination and represent the lowest level within the Group at which management monitors goodwill.

All individual assets or cash-generating units are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's or cash-generating unit's carrying amount exceeds its recoverable amount, which is the higher of fair value less costs to sell and value-in-use. To determine the value-in-use, management estimates expected future cash flows from each cash-generating unit and determines a suitable interest rate in order to calculate the present value of those cash flows. The data used for impairment testing procedures are directly linked to the Group's latest approved budget, adjusted as necessary to exclude the effects of future reorganisations and asset enhancements. Discount factors are determined individually for each cash-generating unit and reflect management's assessment of respective risk profiles, such as market and asset-specific risks factors.

Impairment losses for cash-generating units reduce first the carrying amount of any goodwill allocated to that cash-generating unit. Any remaining impairment loss is charged pro rata to the other assets in the cash-generating unit. With the exception of goodwill, all assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An impairment charge is reversed if the cash-generating unit's recoverable amount exceeds its carrying amount.

5 Revenue

	Consolidated 2014	Consolidated 2013
	\$	\$
Interest	72,545	182,654
Sale of Data	55,000	-
	<u>127,545</u>	<u>182,654</u>

6 Segment reporting

The Group is organised into one operating segment, which is the exploration and development of Gold, base metals and other commodities within Australia. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers) in assessing performance and in determining the allocation of resources.

7 Other receivables

	Consolidated 2014	Consolidated 2013
	\$	\$
GST receivables	50,317	35,195
Interest	2,975	68,375
Prepayments	9,880	12,725
Other	7,446	-
Other receivables	<u>70,618</u>	<u>116,295</u>

The receivables noted above are not impaired nor past due.

8 Cash and cash equivalents

Cash and cash equivalents include the following components:

	Consolidated 2014	Consolidated 2013
	\$	\$
Cash at bank and in hand:		
AUD	657,568	44,603
Short term deposits (AUD)	581,349	3,065,972
Cash and cash equivalents	<u>1,238,917</u>	<u>3,110,575</u>

The effective interest rate on short-term bank deposits is 3.62%; these deposits have an average maturity of 120 days.

9 Equity
9.1 Share capital

The share capital of MRG Metals Ltd consists of fully paid ordinary shares and options, the shares do not have a par value. All shares are equally eligible to receive dividends and the repayment of capital and represent one vote at the shareholders' meeting of MRG Metals Ltd.

Date Issued	Details	Consolidated 2013	
		Quantity	\$
	SHARES		
	Total at 30 June 2012	88,166,000	6,958,494
	Shares issued and fully paid:		
28 June 2013	Issued to Sasak Resources Vendors	45,000,000	8,550,000
	Total share capital at 30 June 2013	133,166,000	15,508,494
	OPTIONS		
	Total at 30 June 2012	44,007,993	426,042
	Options issued:	-	-
	Total issued options at 30 June 2013	44,007,993	426,042
	SHARE CAPITAL		15,934,536

Date Issued	Details	Consolidated 2014	
		Quantity	\$
	SHARES		
	Total at 30 June 2013	133,166,000	15,508,494
	Shares issued and fully paid:		
26 February 2014	Issued to Consultant for services rendered	2,000,000	380,000
20 June 2014	Issued to Tenement Option Vendor	446,115	50,000
	Total share capital at 30 June 2014	135,612,115	15,938,494
	OPTIONS		
	Total at 30 June 2013	44,007,993	426,042
	Options issued:	-	-
	Total issued options at 30 June 2014	44,007,993	426,042
	SHARE CAPITAL		16,364,536

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9.2 Dividends

No dividends were declared or paid during the year. There are no franking credits outstanding at period end.

10 Trade and other payables

Trade and other payables recognised in the statement of financial position can be analysed as follows:

	Consolidated 2014	Consolidated 2013
	\$	\$
Current		
- Trade payables	23,580	49,797
- Tenement acquisition payable	-	50,000
- Other payables and accrued expenses	41,242	53,520
	<u>64,822</u>	<u>153,317</u>

11 Plant and equipment

	Consolidated 2014	Consolidated 2013
	\$	\$
Plant & Equipment	1,104	1,104
Accumulated Depreciation	<u>(1,104)</u>	<u>(736)</u>
	-	368

12 Exploration and evaluation assets

	Consolidated 2013
	\$
Cost as at 30 June 2012	2,089,540
Additions	6,645,853
Other exploration costs	405,436
Relinquishments	<u>(475,283)</u>
Cost as at 30 June 2013	<u>8,665,546</u>
	Consolidated 2014
	\$
Cost as at 30 June 2013	8,665,546
Additions	43,895
Other exploration costs	1,099,034
Relinquishments	<u>(3,174,053)</u>
Cost as at 30 June 2014	<u>6,634,422</u>

The recoverability of the carrying amount of the exploration and evaluation assets is dependent on successful development and commercial exploitation, or alternatively, sale of the respective areas of interest.

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13 Option

The company entered into an Option Agreement on 23 June 2014 for the right to acquire tenements adjacent to its Yardilla tenement in the South Fraser Range area of Western Australia. The cost of the Option was \$75,000 (\$25,000 cash and \$50,000 shares). The Option gives the company the right to acquire the tenements within 2 years for \$100,000 of shares in the Company. Upon decision to mine, another \$500,000 of shares in the Company are payable.

14 Intangibles

The acquisition of Sasak Resources required the issue of 45,000,000 ordinary shares. The market value of the shares at 26 June 2013, being date transaction was approved at a General Meeting, was \$0.19. Hence, total consideration was \$8,550,000. The value per the Independent Geologist Report for the tenements acquired was \$6,506,500. The balance of consideration of \$2,043,500 was attributed to the access to the data mining software of Sasak Technical. The initial access is for two years.

	Consolidated 2014	Consolidated 2013
	\$	\$
Intangibles	2,043,500	2,043,500
Accumulated Amortisation	(1,021,750)	-
	<u>1,021,750</u>	<u>2,043,500</u>

15 Income tax expense

The relationship between the expected tax expense based on the tax rate of MRG Metals Ltd and the reported tax expense in profit or loss can be reconciled as follows, also showing major components of tax expenses:

	Consolidated 2014	Consolidated 2013
	\$	\$
Profit/(loss) before tax	(5,237,082)	(1,070,853)
Expected tax expense/(benefit) @ 30%	(1,571,125)	(321,256)
Adjustment for non-deductible expenses:		
- Movement in accruals	(3,683)	5,256
- Movement in provisions	-	(3,019)
- Exploration and evaluation expenses	(329,710)	(102,811)
Adjustment for non-assessable income:		
- Movement in other receivables	13,703	(20,512)
	<u>(1,890,815)</u>	<u>(442,342)</u>
Current period tax loss not recognised	1,890,815	442,342
Deferred tax expense:		
- Temporary differences	(319,690)	(121,086)
- Unused tax losses	1,890,815	442,342
Deferred tax assets not recognised	<u>1,571,125</u>	<u>321,256</u>

The above potential tax benefit has not be recognised as the recovery is uncertain.

The carry forward tax loss at 30 June 2014 was \$5,126,115.

The taxation benefit of tax losses and temporary differences not brought to account will only be obtained if:

- the Group derives future assessable income of a nature and an amount sufficient to enable the benefit from the deductions for the losses to be realised;
- the Group continues to comply with the conditions for deductibility imposed by law; and
- no change in tax legislation adversely affects the Group in realising the benefits from deducting the tax losses.

16 Auditor remuneration

	Consolidated 2014 \$	Consolidated 2013 \$
Audit services		
Auditors of MRG Metals Ltd – Grant Thornton		
- Audit of the financial report	42,400	39,500
Audit services remuneration	<u>42,400</u>	<u>39,500</u>
Other services		
Total other service remuneration	-	-
Total Auditor's remuneration	<u>42,400</u>	<u>39,500</u>

17 Earnings per share

The weighted average number of shares for the purposes of diluted earnings per share can be reconciled to the weighted average number of ordinary shares used in the calculation of basic earnings per share as follows:

	Consolidated 2014 \$	Consolidated 2013 \$
Loss after income tax	(5,237,082)	(1,070,853)
Weighted average number of shares used in basic earnings per share	133,860,709	88,535,863
Weighted average number of shares used in diluted earnings per share	<u>133,860,709</u>	<u>88,535,863</u>
Earnings Per Share	(3.91) cents	(1.21) cents
Diluted Earnings Per Share	(3.91) cents	(1.21) cents

The rights to options held by option holders have not been included in the weighted average number of ordinary shares for the purposes of calculating diluted EPS as they do not meet the requirements for the inclusion in AASB 133 "Earnings per Share". The rights to options are non-dilutive as the Group is loss generating.

18 Reconciliation of cash flows from operating activities

	Consolidated 2014 \$	Consolidated 2013 \$
Cash flows from operating activities		
Loss after income tax expense for the year	(5,237,082)	(1,070,853)
Cash flows excluded from loss attributable to operating activities		
Non cash flows in loss:		
Amortisation/Depreciation	1,022,118	368
Write off deferred exploration and evaluation expenditure	3,156,404	304,889
Change in other employee obligations	-	(10,062)
Change in other assets and liabilities:		
(Increase)/decrease in trade and other receivables	42,832	(59,134)
(Increase)/decrease in other assets and prepayments	2,845	(12,725)
(Increase)/decrease trade and other payables	38,495	90,144
Net cash from operating activities	<u>(974,399)</u>	<u>(757,373)</u>

19 Related party transactions

The Parent entity is MRG Metals Ltd.

MRG Metals Ltd owns 100% of the shares of MRG Metals (Australia) Pty Ltd.

MRG Metals Ltd owns 100% of the shares of MRG Metals (Exploration) Pty Ltd.

MRG Metals (Australia) Pty Ltd and MRG (Exploration) own the mining tenements and have no other Assets or Liabilities.

The Group's related parties include its key management and others as described below.

Unless otherwise stated, none of the transactions incorporate special terms and conditions and no guarantees were given or received.

19.1 Transactions with related parties

The following transactions occurred with related parties:

Payment for goods and services:

The Group used the accounting services of RSM Bird Cameron, an entity associated with Mr. Turner. The amounts billed were based on normal market rates and amounted to \$39,000 (2013 \$40,800).

Receivable from and payable to related parties

There were no trade receivable from or trade payables to related parties.

Loans to/from related parties

There were no loans to or from related parties at the reporting date.

Terms and conditions

All transactions are made on normal commercial terms and conditions and at market rates.

19.2 Transactions with key management personnel

Key management of the Group are the Board of Directors. Key management personnel remuneration is set out in the Remuneration Report in the Director's Report.

19.3 Equity instruments held by KMP

The number of shares in the Company by each of the key management personnel of the Group, including their related parties are set out below:

Year ended 30 June 2013

	Balance at start of year	Additions	Received on exercise	Other changes	Held at the end of the reporting period
Weston	-	100,000	-	-	100,000
Van Der Zwan	2,160,000	120,000	-	-	2,280,000
Pietrzak	2,130,000	50,000	-	-	2,180,000
Turner	1,470,000	61,600	-	-	1,531,600
	5,760,000	331,600	-	-	6,091,600

Year ended 30 June 2014

	Balance at start of year	Additions	Received on exercise	Other changes	Held at the end of the reporting period
Weston	100,000	-	-	-	100,000
Van Der Zwan	2,280,000	95,000	-	-	2,375,000
Turner	1,531,600	62,500	-	-	1,594,100
Gregory	12,249,900	200,000	-	-	12,449,900
	16,161,500	357,500	-	-	16,519,000

The number of options in the Company by each of the key management personnel of the Group, including their related parties are set out below:

Year ended 30 June 2013

	Balance at start of year	Additions	Deleted on exercise	Other changes	Held at the end of the reporting period
Weston	-	-	-	-	-
Van Der Zwan	1,080,000	-	-	-	1,080,000
Pietrzak	1,065,000	-	-	-	1,065,000
Turner	735,000	-	-	-	735,000
	2,880,000	-	-	-	2,880,000

Year ended 30 June 2014

	Balance at start of year	Additions	Deleted on exercise	Other changes	Held at the end of the reporting period
Weston	-	-	-	-	-
Van Der Zwan	1,080,000	-	-	-	1,080,000
Turner	735,000	-	-	-	735,000
Gregory	-	-	-	-	-
	<u>1,815,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,815,000</u>

20 Contingent assets and contingent liabilities

The Group has no contingent assets or liabilities as at 30 June 2014.

21 Commitments for expenditure

	2014 \$	2013 \$
Exploration and evaluation: Within 12 months	571,800	1,046,880
	<u>571,800</u>	<u>1,046,880</u>

Exploration and evaluation:

In order to maintain current rights of tenure to exploration tenements, the Group is required to outlay rentals and to meet the minimum expenditure requirements of the State Mine Departments. Minimum expenditure commitments may be subject to renegotiation and with approval may otherwise be avoided by sale, farm out or relinquishment. These obligations are not provided in the accounts and are payable.

22 Financial instrument risk

Risk management objectives and policies

The Group is exposed to various risks in relation to financial instruments. The main types of risks are market risk (including interest rate risk), credit risk and liquidity risk.

The Group's risk management is carried out by the board of directors, and focuses on actively securing the Group's short to medium-term cash flows by minimising the exposure to financial markets.

The Group does not engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks to which the Group is exposed are described below.

22.1 Foreign currency sensitivity

To date, all of the Group's transactions have been carried out in Australian Dollars.

22.2 Interest rate sensitivity

The Group's only exposure to interest rate risk is in relation to deposits held. Deposits are held with reputable banking financial institutions.

At 30 June 2014, there was \$581,349 on deposit at 3.62% (Note 8).

An increase/decrease by 30% or 1.09 basis points would have a favourable/adverse effect on profit for the year of \$6,313. The percentage change is based on the expected volatility of interest rates using market data and analysts' forecasts.

22.3 Credit risk analysis

Credit risk is the risk that a counterparty fails to discharge an obligation to the Group. The Group is exposed to minimal credit risk as its only exposure is to interest receivable and GST refunds.

22.4 Liquidity risk analysis

Liquidity risk is that the Group might be unable to meet its obligations. The Group manages its liquidity needs by monitoring actual and forecast cash inflows and outflows due in day-to-day business.

The Group's working capital, being current assets less current liabilities, at 30 June 2014 was \$1,244,713. Based on this, the directors are satisfied the Group will have sufficient funds to pay its debts as and when they fall due.

As at 30 June, the Group's non-derivative financial liabilities have contractual maturities (including interest payments where applicable) as summarised below:

	Current		Non current	
	Within 6 months	6 to 12 months	1 to 5 years	Later than 5 years
30 June 2013	\$	\$	\$	\$
Trade and other payables	103,317	-	-	-
Total	103,317	-	-	-

	Current		Non current	
	Within 6 months	6 to 12 months	1 to 5 years	Later than 5 years
30 June 2014	\$	\$	\$	\$
Trade and other payables	64,822	-	-	-
Total	64,822	-	-	-

The above amounts reflect the contractual undiscounted cash flows, which may differ to the carrying values of the liabilities at the reporting date. Unless otherwise stated, the carrying amounts of financial instruments reflect their fair values due to their short term nature.

23 Capital risk management

The Group's objectives when managing capital is to ensure the Group's ability to continue as a going concern so that it can provide an adequate return to shareholders.

The Group would look to raise capital when an opportunity to invest in a business, company or tenement is seen as value adding.

24 Post-reporting date events

Since the end of the year the following significant events have occurred:

There are no other events occurring since the end of the year that have, or may, significantly affect the Group's operations, results of those operations or the state of affairs of the Group.

25 Parent entity information

Information relating to MRG Metals Ltd ('the parent entity')

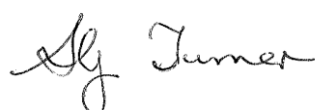
	2014	2013
	\$	\$
Statement of financial position		
Current assets	1,309,535	3,226,870
Total assets	9,040,707	13,936,284
Current liabilities	64,822	153,317
Total liabilities	64,822	153,317
Issued capital	16,364,536	15,934,536
Retained earnings	(7,388,651)	(2,151,569)
	<u>8,975,885</u>	<u>13,782,967</u>
Statement of comprehensive income		
Profit/(loss) for the period	(5,237,082)	(1,070,853)
Total comprehensive income	<u>(5,237,082)</u>	<u>(1,070,853)</u>

26 Authorisation of financial statements

The consolidated financial statements for the year ended 30 June 2014 were approved by the board of directors on 30 September 2014.



Andrew Van Der Zwan
Chairman



Shane Turner
Director/Secretary

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Directors' declaration

1. In the opinion of the directors of MRG Metals Ltd:
- a the consolidated financial statements and notes of MRG Metals Ltd are in accordance with the Corporations Act 2001, including
 - i giving a true and fair view of its financial position as at 30 June 2014 and of its performance for the financial period ended on that date; and
 - ii complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
 - b there are reasonable grounds to believe that MRG Metals Ltd will be able to pay its debts as and when they become due and payable.
2. The directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the chief executive officer and chief financial officer for the financial period ended 30 June 2014.
3. The consolidated financial statements comply with International Financial Reporting Standards.

Signed in accordance with a resolution of the directors:

Dated at Melbourne, the 30th day of September 2014



Andrew Van Der Zwan

Director

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Independent Auditor's Report To the Members of MRG Metals Limited

Report on the financial report

We have audited the accompanying financial report of MRG Metals Limited (the "Company"), which comprises the statement of financial position as at 30 June 2014, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the company the consolidated entity comprising the Company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' responsibility for the financial report

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001. The Directors' responsibility also includes such internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. The Directors also state, in the notes to the financial report, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, the financial statements comply with International Financial Reporting Standards.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. Those standards require us to comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001.

Auditor's opinion

In our opinion:

- a the financial report of MRG Metals Limited is in accordance with the Corporations Act 2001, including:
 - i giving a true and fair view of the Company's and consolidated entity's financial position as at 30 June 2014 and of their performance for the year ended on that date; and
 - ii complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- b the financial report also complies with International Financial Reporting Standards as disclosed in the notes to the financial statements.

Report on the remuneration report

We have audited the remuneration report included in pages 14 to 16 of the directors' report for the year ended 30 June 2014. The Directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards.

MRG Metals Ltd
Consolidated Financial Statements
30 June 2014

Auditor's opinion on the remuneration report

In our opinion, the remuneration report of MRG Metals Limited for the year ended 30 June 2014, complies with section 300A of the Corporations Act 2001.



GRANT THORNTON AUDIT PTY LTD
Chartered Accountants



Brad Taylor
Partner - Audit & Assurance

Melbourne, 30 September 2014

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ASX Additional Information

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below. The information is effective as at 19 September 2014.

Substantial Shareholders

The number of substantial shareholders and their associates are set out below:

Shareholder	Number of Shares
Ottawa Resources P/L	17,783,000
Lograr Investments P/L	12,284,900
El Gaia Holdings P/L	12,249,900
Jolanza P/L	12,449,900
Julian Bavin Holdings P/L	8,347,700

Voting Rights

Ordinary shares On show of hands, every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote

Options No voting rights

Holding	Shareholders
1 – 1,000	6
1,001 – 5,000	35
5,001 – 10,000	101
10,001 – 100,000	190
100,000 and over	118
	<hr/>
	450

There were 16 holders of less than a marketable parcel of ordinary shares.

	Ordinary Shares	
Twenty largest quoted shareholders	Number Held	%of quoted shares
Ottawa Resources P/L	10,764,000	10.24
Lograr Investments P/L	4,083,300	3.88
El Gaia Holdings P/L	4,083,300	3.88
Jolanza P/L	4,000,050	3.80
J Powell	3,100,000	2.95
Julian Bavin Holdings P/L	2,750,100	2.62
Australian Executors Trustees Ltd	2,560,000	2.43
Calatos P/L	2,450,000	2.33
Hedt Super P/L	2,340,000	2.23
K Van Der Zwan	2,105,000	2.00
L, H & T Knight	2,070,000	1.97
Minico P/L	2,000,000	1.90
M Bolton	2,000,000	1.90
B McFarlane & J Charlwood	1,783,000	1.70
N Fammartino	1,760,000	1.67
HSBC Custody Nominees (Australia) Ltd	1,589,500	1.51
UBS Wealth Management Australia Nominees P/L	1,534,000	1.46

MRG Metals Ltd
Consolidated Financial Statements
30 June 2014

Tigerland Investments P/L	1,480,000	1.41
TRR Investments P/L	1,410,000	1.34
Rylet P/L	1,380,000	1.31
	55,242,250	52.53

Restricted equity securities

The following securities are subject to escrow:

- 446,115	Escrowed until 20 December 2014
- 15,000,000	Escrowed until 28 June 2015
- 15,000,000	Escrowed until 28 June 2016

Securities exchange

The Company is listed on the Australian Securities Exchange and shares are quoted under the code MRQ.

Twenty largest quoted optionholders	Number Held	Options
		%of quoted options
Ottawa Resources P/L	5,162,000	11.73
J Powell	1,404,500	3.19
Hedt Super P/L	1,280,000	2.91
Gulf Country Investments P/L	1,200,000	2.73
HSBC Custody Nominees (Australia) Ltd	1,154,750	2.62
RL Staggard & DL Berry	1,101,000	2.50
Life-Style Connections P/L	1,050,000	2.39
L, H & T Knight	1,035,000	2.35
Minico P/L	1,000,000	2.27
K Van Der Zwan	965,000	2.19
Rylet P/L	940,000	2.14
N Fammartino	880,000	2.00
Bigson P/L	880,000	2.00
Tigerland Investments P/L	700,000	1.59
W Damm	700,000	1.59
Sage Administration P/L	695,000	1.58
TRR Investments P/L	690,000	1.57
A & J Turner P/L	640,000	1.45
33rd Infinity P/L	640,000	1.45
S Popovic	640,000	1.45
	22,757,250	51.71

Securities exchange

The Company is listed on the Australian Securities Exchange and options are quoted under the code MRQO.

Tenements

The Tenements held by the Company at reporting date are as follows:

Project	Tenement	% Owned
Xanadu	P52/1366	100
Xanadu	P52/1367	100
Xanadu	P52/1368	100
Xanadu	P52/1369	100
Xanadu	P52/1372	100
Xanadu	P52/1373	100
Xanadu	P52/1374	100
Xanadu	P52/1375	100
Xanadu	P52/1376	100
Xanadu	P52/1377	100
Xanadu	P52/1378	100
Xanadu	P52/1379	100
Xanadu	P52/1380	100
Xanadu	P52/1381	100
Kalgoorlie East	P26/3693	100
Kalgoorlie East	P26/3694	100
Kalgoorlie East	P26/3596	100
Kalgoorlie East	P26/3597	100
Kalgoorlie East	P26/3598	100
Kalgoorlie East	P26/3599	100
Kalgoorlie East	P26/3600	100
Kalgoorlie East	P26/3601	100
Kalgoorlie East	P26/3602	100
Kalgoorlie East	P26/3603	100
Kalgoorlie East	P26/3604	100
Kalgoorlie East	P26/3605	100
Kalgoorlie East	P26/3606	100
Kalgoorlie East	P25/1984	100
Kalgoorlie East	P25/1985	100
East Yilgarn	E38/2547	100
East Yilgarn	E38/2550	100
East Yilgarn	E38/2553	100
East Yilgarn	E38/2557	100
East Yilgarn	E38/2773	100
Loongana	E69/3104	100
Davenport Downs	EPM19306	100

Corporate Directory

Directors & Secretary

Andrew Van Der Zwan
Non Executive Chairman

Keith Weston
Managing Director and Chief Executive Officer

Christopher Gregory
Non Executive Director

Shane Turner
Non Executive Director and Company Secretary

Principal place of business

Level 8, 350 Collins Street, Melbourne VIC 3000
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Email: info@mrgmetals.com.au, www.mrgmetals.com.au

Registered office

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Corporate accountant and Registered ASIC Agent

RSM Bird Cameron
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Auditor

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Stock Exchange Listing

ASX Codes: MRQ , MRQO

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