11 October 2012

Companies Announcements Office
Australian Securities Exchange

HIGH GRADE OUTCROPPING ZINC, LEAD AND COPPER MINERALISATION AT KAMARGA

RMG Limited ("RMG" or "the Company") is pleased to release the following highlights from its' ongoing exploration activities at the Kamarga project in northern Queensland;

- Multiple outcrops of high grade copper, zinc and lead mineralisation have been confirmed at Kamarga
- Assays of rock chips from the outcrops reveal a number of areas with peak values (see full list of results in main text) of:
    - 15.0% zinc, 2.3% copper, 0.8% lead, 8g/t silver
    - 2.0% copper, 8g/t silver
    - 5.0% lead, 3.7% zinc, 17g/t silver
    - 9.3% zinc, 4.9% lead, 14g/t silver
- The outcrops include visible lead sulphides at surface
- The outcrops of high grade zinc, lead and copper mineralisation extend along a strike length of 1 kilometre
- Further rock chip results are awaited
- The results to date indicate that a new copper-zinc-lead zone of mineralisation has been confirmed and further work will be undertaken to assess the extent of the mineralisation.

Rock chip sampling and mapping

RMG geologists have continued to compile and verify the historical data at Kamarga and its interpretation in the field.

As a result of this compilation, RMG is proposing the existence of a fault zone that is parallel to the Bream Fault (controller to the JB Zinc Zone mineralisation) and located approximately 500-800 metres to the south-east of the Bream Fault.

Field work along the corridor of this new fault zone (Dhufish Fault) has confirmed the location of the fault and identified a number of lead-zinc-copper mineralised zones in several different host rocks. Figure 1 shows the location of rock chip samples[1] and the location of the proposed new fault zone, the Dhufish Fault. Appendix 1 has the full list of rock chip sample locations and results, whilst Figure 1 annotates all the rock chip samples that assay greater than 1% Zn or Pb or Cu.

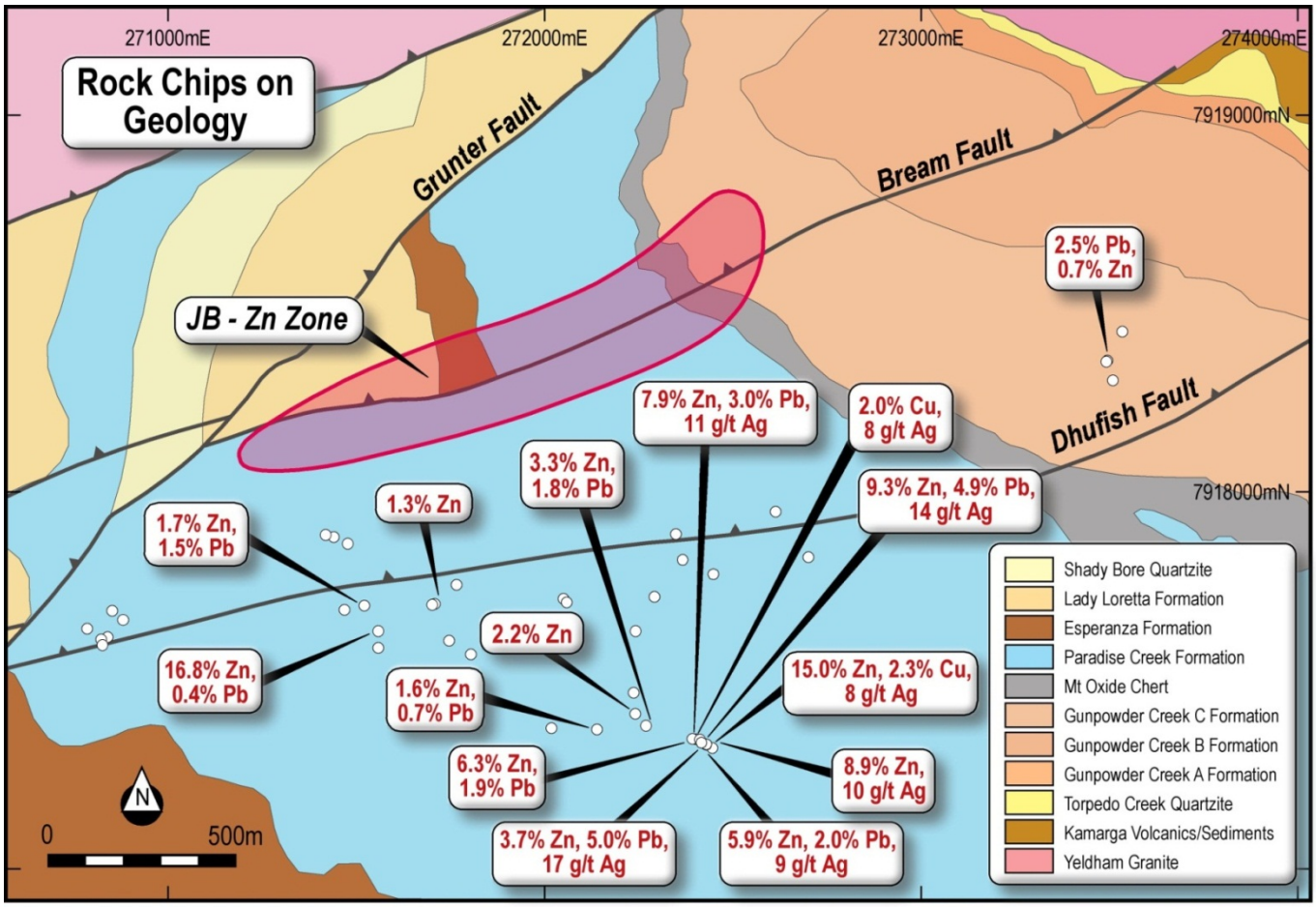

Figure 1 Location of rock chip samples and results

[1] At each outcrop a geologist has used a hammer to collect several portions of rocks totalling around 3kgs of material from an area of approximately 2sq.metres. The samples have been despatched to ALS laboratories for the entire sample to be pulverised and an aliquot digested by 4-acid digest and analysed by ICP-OES method.

Upper Mineralised Dolomite Zone

The rock chip sampling and mapping has identified a 1 kilometre long stratabound zone of high grade zinc, lead, copper, silver mineralisation in outcrop within the upper portion of the Paradise Creek Formation. This general area has previously been termed the Upper Mineralised Dolomite Unit by the Newmont exploration team in 1980[2].

This zone of mineralisation is hosted by stromatolitic dolomites and intra-formational breccias (similar to the JB mineralisation) and is characterised by visible sulphides (galena) at surface. The zone extends for over 1,000 metres southeast from sample 78196 located at 271560E, 7917630N with 16.8%Zn as shown on Figure 1.

Figure 2 shows a hand specimen of the visible galena in sample 139025 (272413E, 7917342N) from this high grade outcropping zone. This particular sample assays;

- 9.3% zinc, 4.9% lead, 0.3% copper and 14g/t silver.

This 1km zone of high grade zinc and lead with attendant copper (Samples 139026 and 139031 with 2.3% Cu and 2% Cu respectively) has previously been drilled by two holes by Mt Isa Mines[3]. These two holes are 830m apart and both intersected the mineralised horizon within the weathered zone at approximately 40m vertical depth with attendant strongly anomalous zinc and lead. The primary mineralisation has not been drilled.

The Upper Mineralised Dolomite zone represents a significant exploration target for future exploration activities. In particular, where the Dhufish Fault zone intersects this Upper Mineralised Dolomite is of great interest.

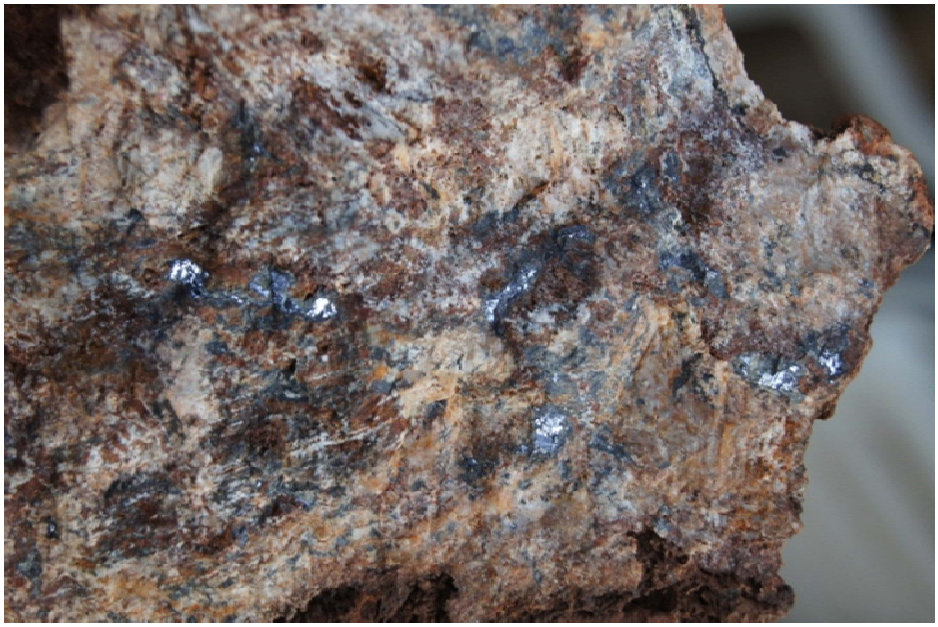

Figure 2 Photo of rock specimen of galena mineralisation (sample approx. 15cm across)

[2] Newmont A to P 2151M Annual Report Dec 1980
[3] Mt Isa Mines EPM7050 Annual Report March 1992

JE Zinc Zone

The sampling and mapping has also identified a large area of gossanous siltstones with significant lead grades (for example, sample LMD007 with 2.5%Pb). This zone of outcropping mineralisation is hosted by the Gunpowder Creek C Member (which is also the host unit to the JB Zinc Zone) is termed the JE Zinc Zone (see Figure 4 for a location plan).

The JE Zinc Zone has previously been covered by a programme of bedrock auger sampling by Newmont in 1978[4]. A gridded image of the lead assays from this programme is presented in Figure 3. The Dhufish Fault clearly controls the extent of the major lead anomalies and provides a linking structure for the two stratabound mineralisation zones at the JE Zinc Zone and the Upper Mineralised Dolomite Zone.

A comparison of the new JE Zinc Zone surface mineralisation characteristics with the JB Zinc Zone mineralisation is presented in Table 1. Based on this comparison, the new JE Zinc Zone is a larger and stronger mineralised system.

The primary sulphide mineralisation within the JE Zinc Zone has never been drilled in proximity to the Dhufish Fault, and presents as a new exploration target over 2km in length.

New JE Zone	JB Zone
An RC hole drilled by MIM[5] in 1991 (BB225) on the surface expression of the JE Zone intersected 52m @ 1%Pb, 0.1%Zn from 6m downhole	Newmont drilled percussion hole (KP02) in 1973[6] on the surface expression of the JB Zone intersected 21m @ 0.2%Pb, 0.2%Zn from 1.5m downhole
Peak value in the BB225 drill hole is 2m @ 7.9%Pb	Peak value in the KP02 drill hole is 1.5m @ 0.5%Pb
Peak value in the soil samples is 9000ppm Pb	Peak value in the soil samples is 4800ppm Pb
Area of lead soil anomaly is 0.14sq km	Area of lead soil anomaly is 0.03sq km
Primary zone not drilled	Exploration Target of 40-60 million tonnes @ 2-3%Zn within which is a higher grade Exploration Target of 5-15 million tonnes @ 5-10%Zn[7]

Table 1 Comparison of JB and JE surface mineralisation characteristics

[4] Newmont. A to P 1937M Annual Report Dec 1978
[5] Mt Isa Mines. EPM7050 Annual Report Sept 1991
[6] Newmont. A to P1236M Annual Report Jan 1974
[7] The potential quantity and grade is conceptual in nature as there has been insufficient exploration to define a Mineral Resource, and it is uncertain if further exploration will result in the estimation of a Mineral Resource. The information relating to exploration targets should not be misunderstood or misconstrued as an estimate of Mineral Resources or Ore Reserves. The conceptual size of the target is referenced in Jones et al, 1999; The Kamarga Deposit. In Mineral Deposits: Processes to Processing, Stanley et al (eds). pp873-876.

The Company is very interested in the significantly higher values of lead anomalism in both soils and drilling along the JE Zinc Zone compared to the JB zone. The new JE Zinc Zone presents as a priority drill target with the potential to host higher grade zinc-lead mineralisation in the untested primary zone.

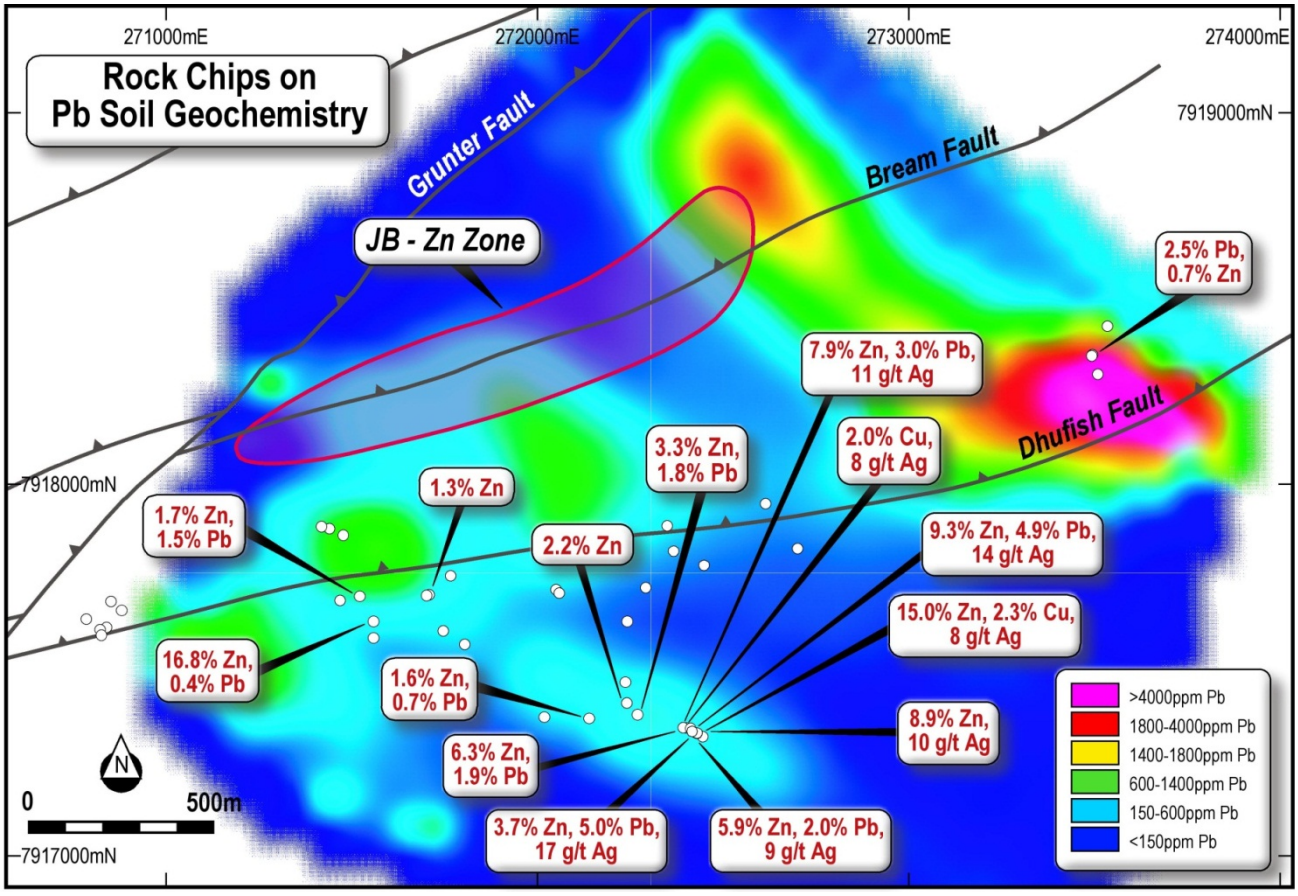

Figure 3 RMG Rock chips on Newmont bedrock soil lead anomaly

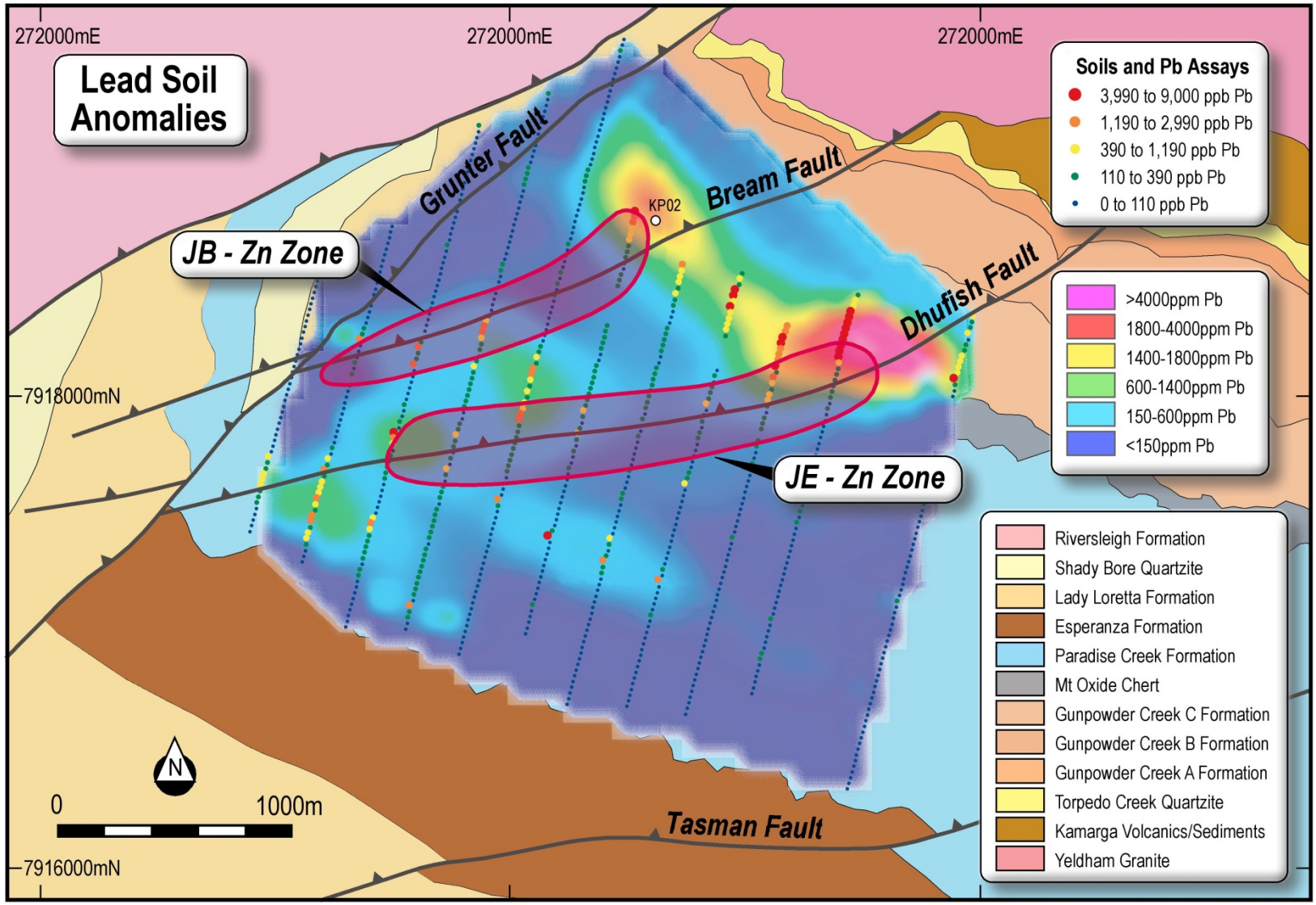

Figure 4 Location of new JE Zinc Zone on bedrock lead anomaly

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Kamarga Project

The Kamarga Project which the Company holds under option from Teck Australia Pty Ltd ("Teck") is located 20kms southeast of the world class Century Zn-Pb mine. Century is the world's second largest producer of zinc concentrate (see Figure 5).

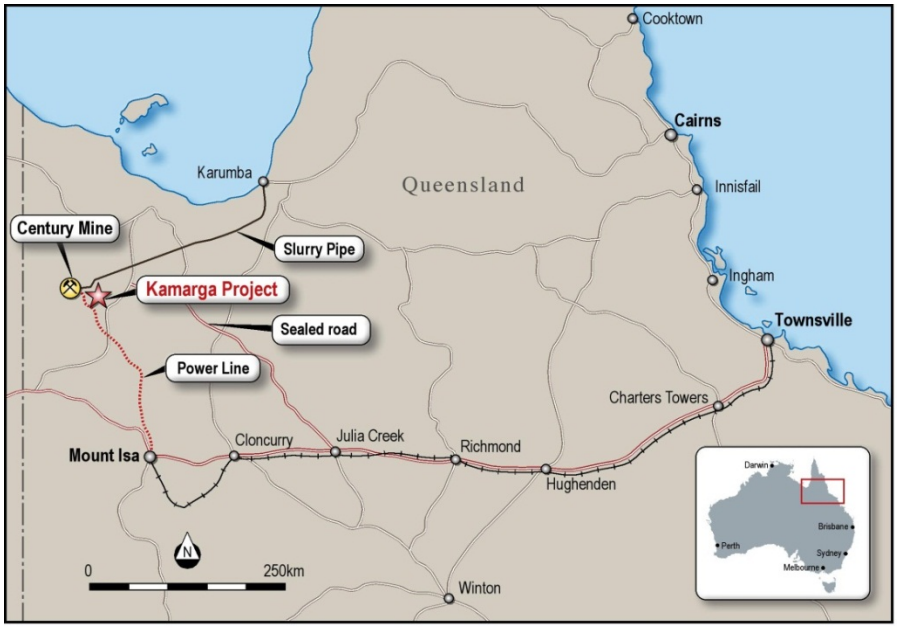

Figure 5 Location of Kamarga Project

Kamarga was explored during the 1970's and 1980's by several companies including Newmont, CRA, North Mining and MIM. The earlier explorers reported an exploration target[8] of 5-15Mt @ 5-10% Zn[9]. The prospect has had little work since the 1990's.

RMG commenced exploration in May 2011 and has completed the following activities in 2011 and 2012;

- re-compiled historic exploration data,
- undertaken new field mapping and rock sampling,

[8] The potential quantity and grade is conceptual in nature as there has been insufficient exploration to define a Mineral Resource, and it is uncertain if further exploration will result in the estimation of a Mineral Resource. The information relating to exploration targets should not be misunderstood or misconstrued as an estimate of Mineral Resources or Ore Reserves.

[9] The conceptual size of the target is referenced in Jones et al, 1999; The Kamarga Deposit. In Mineral Deposits: Processes to Processing, Stanley et al (eds). pp873-876

- drilled 15 diamond drill holes through the JB zinc mineralisation,
- drilled 3 holes at the Triangle Prospect to complete the testing of one Teck Target,
- completed a soil survey over three copper zones (Barramundi, Grunter, Torpedo), and
- drilled one hole through the Grunter copper zone.

Figure 6 Drill core of zinc mineralisation from JB001

The Company has an exclusive right to earn up to 100% of the Kamarga zinc project from Teck subject to certain back-in rights (see release dated March 18, 2011).

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

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Note: All rock chip samples are specimen samples from surface outcrops collected and described by a geologist. Sample preparation and chemical analysis is undertaken by ALS - Minerals in Townsville. Elements determined by 4-acid digest and ICP-AES finish. QA/QC includes blanks and standards provided by Geostats Pty Ltd. Sample locations have been located by hand held GPS and reported in WGS84 Zone 54S.

Competent Person Statement

The information relating to Exploration Results is based on information compiled and reviewed by Mr Peter Rolley, who is a Member of the Australasian Institute of Geoscientists. Mr Rolley is self-employed and provides consulting services to RMG Ltd.

Mr Rolley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Rolley consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Forward Looking Statements

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

Appendix One – RMG Rock Chip Samples

SAMPLEID	East	North	Ag_ppm	Cu_ppm	Pb_ppm	Zn_ppm
78187	272140	7917370	2	550	6700	16400
78193	272270	7917380	5	454	17800	32900
78194	272430	7917330	6	530	19300	63300
78196	271560	7917630	1	313	4400	168000
139008	270827	7917593	1.4	1590	2050	2140
139009	270840	7917615	0.5	1730	327	2330
139010	270824	7917608	1.1	2240	1830	1490
139011	270882	7917660	0.6	358	228	2030
139012	270853	7917685	<0.5	380	214	223
139013	270786	7917637	0.8	464	397	2570
139014	271703	7917700	3.8	1530	2380	12700
139015	271767	7917753	1.2	444	329	2140
139016	271709	7917703	<0.5	326	194	1225
139017	271560	7917586	<0.5	366	176	2740
139018	271523	7917698	1.7	501	2000	14550
139019	271478	7917862	1	568	157	1335
139020	271441	7917880	0.8	171	217	102
139021	271420	7917886	1.1	1610	548	92
139022	271470	7917687	<0.5	108	265	1030
139023	272051	7917716	3.4	620	1980	1295
139024	272242	7917411	4.5	971	2180	22200
139025	272413	7917342	13.8	3010	48900	92600
139026	272417	7917335	8.1	22900	7900	149500
139027	272410	7917342	1.1	1190	991	900
139028	272430	7917331	16.5	552	49700	37400
139029	272446	7917320	9	419	19950	58600
139030	272403	7917343	10.4	9320	597	89400
139031	272393	7917345	7.5	19850	501	4930
139032	272393	7917345	10.9	1820	30000	78900
139037	272350	7917888	1.5	795	135	1660
139038	272614	7917947	3.4	36	51	446
139039	272614	7917947	1.2	109	81	1005
139040	272449	7917782	5.2	103	56	2960
139041	272368	7917820	1.4	260	78	1610
139042	272293	7917722	0.6	138	68	4320
20120607-01	272237	7917467	0.5	3290	30	3820
20120607-02	271747	7917605	6	885	1300	4910
20120607-03	271805	7917569	8	995	990	980
20120607-04	271805	7917569	4	135	3130	565
20120607-05	271805	7917569	10	1250	1490	2090
20120607-06	272060	7917707	3	625	2320	1665
20120607-11	272019	7917373	0.5	835	20	1495
20120608-02	272368	7917820	3	275	95	1405
20120608-03	272701	7917826	1	39	45	260
20120608-04	272701	7917826	1	29	40	230
20120608-05	272701	7917826	2	180	100	1020
20120608-06	272368	7917820	3	320	55	1515
20120608-14	273495	7918349	0.5	385	5705	6215
20120608-15	273535	7918425	4	100	1250	95

BB019	272243	7917630	3	1195	750	480
JBRC 005	271852	7918308	2	1160	1155	600
JBRC 006	271852	7918308	2	3260	580	2380
JBRC 007	271852	7918308	6	3235	445	1180
JBRC 010	271852	7918308	9	2365	390	940
JBRC 011	271852	7918308	2	840	205	830
JBRC 012	271852	7918308	3	760	715	1450
JBRC 013	271852	7918308	2	990	410	585
JBRC 014	271852	7918308	3	1005	190	530
JBRC 015	271852	7918308	3	780	380	405
JBRC 016	271852	7918308	10	3085	180	875
JBRC 017	271852	7918308	4	995	405	2880
JBRC 018	271852	7918308	5	920	245	535
JBRC 019	271852	7918308	7	1410	375	445
JBRC 020	271839	7918330	0.5	155	10	34
JBRC 021	271839	7918330	0.5	240	15	55
JBRC 022	271839	7918330	0.5	165	2.5	140
JBRC 023	271839	7918330	0.5	425	5	75
JBRC 024	271839	7918330	1	230	50	20
JBRC 025	271839	7918330	5	3770	45	110
JBRC 026	271867	7918325	3	1455	620	130
JBRC 027	271867	7918325	2	625	200	255
JBRC 028	271867	7918325	2	725	1020	145
JBRC 029	271867	7918325	3	375	970	1515
JBRC 030	272379	7918557	8	9870	25	1240
JBRC 031	272379	7918557	2	2100	10	265
JBRC 032	272379	7918557	2	1435	30	245
JBRC 033	272379	7918557	7	9880	25	500
JBRC 034	272379	7918557	0.5	110	40	27
JBRC 035	272379	7918557	0.5	295	530	95
LMD01	272559	7918613	<1	105	2965	3830
LMD02	272570	7918661	<1	290	235	1080
LMD06	273510	7918296	<1	525	4325	7290
LMD07	273493	7918345	1	305	25400	7130