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QUARTERLY REPORT 30 SEPTEMBER 2013

SUMMARY

RMG is continuing to advance its advanced Chilean copper project. During the quarter RMG reported the following significant events;

- ✓ Executed a binding Option Agreement in the Tuina District for an option to acquire 75% of a further 10 sq. kms of mining titles (Porvenir Agreement)

- ✓ Recent (2004-2010) drilling at Porvenir intersected
 - 🌟 107.7m @ 1.2% Cu, 19g/t Ag from 243m downhole – San Jose
 - 🌟 67m @ 1.2% Cu, 20g/t Ag from 241m – San Jose

 - 🌟 33.3m @ 1.9% Cu. 15g/t Ag from 54m – Dinko
 - 🌟 41m @ 1.5% Cu from 95m – Dinko

 - 🌟 54m @ 0.6% Cu from 160m – San Martin North

 - 🌟 12m @ 1.4% Cu from 11.5m – San Martin South

- ✓ Rock chips from the Porvenir area identify extensive copper-silver mineralisation to 7% Cu along several trends to 3,000m in length

- ✓ Established an Exploration Target of 30-50 million tonnes @ 0.9-1.4% Cu, 8-11g/t Ag from previous drilling and its immediate extensions

Note: An Exploration Target is conceptual in nature and there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

- ✓ A binding Agreement with Chile Metals Ltda for 75% interest in 95 sq. kms of mining concessions at Tuina is progressing

Chile – Tuina Copper Project

During the quarter RMG Ltd (“RMG” or the “Company”) announced that it had signed its first binding Option Agreement with a private Chilean company (Porvenir S.C.M.) in the Tuina District of northern Chile for the option to acquire a 100% interest in 1,000 ha of concessions (see ASX release of 23 August 2013). The agreement is subject to the lifting of existing encumbrances which is in progress.

RMG is continuing to progress its agreement with a second Chilean company, Chile Metals Limitada, and once this second agreement is finalised Chile Metals will have a right to 25% of the Porvenir permits pursuant to their Agreement with RMG (ASX release 25 March 2013). The result is that RMG will hold 75% of the combined Porvenir and Chile Metals permits in the Tuina District.

Upon execution of both agreements, RMG’s Tuina Project will comprise 66 permits covering 105 sq. kms. of the Tuina Formation. Figure 1 shows the extent of the permits. The permits cover structures and stratigraphy that are host to significant copper mineralisation as evidenced by the large number of copper oxide mines in the general district operated by Chilean mining companies.

The larger of these copper oxide mines within the Company’s project are shown on Figure 1 and are predominantly within the Porvenir concessions. It’s estimated that around 2 million tonnes of copper oxide ore has been mined from these pits and treated at the nearby toll-treatment plant.

The Porvenir concessions were previously (2004-2010) being mined by a small Chilean mining company for copper oxides. In addition the Chilean miner completed around 360 drill holes of varying type and quality. Of these holes;

- 94 holes have been reported by RMG to the ASX (2013-09-06 and 2013-10-17)
- 131 holes have since been mined out by small open pits for the copper oxides
- 135 holes are not reportable in accordance with JORC Code for reporting exploration results

The Chilean miner also completed a number of resource estimates and open pit and underground mine plans and production schedules. On the basis of the mine planning studies, the Chilean miner applied for an environmental permit to commence mining at a rate of 2.8 million tonnes ore per year for a period of 15 years¹. These studies are not able to be released to the public.

¹ http://www.e-seia.cl/archivos/DIA_Ampliacion_y_Desarrollo_TUINA.pdf

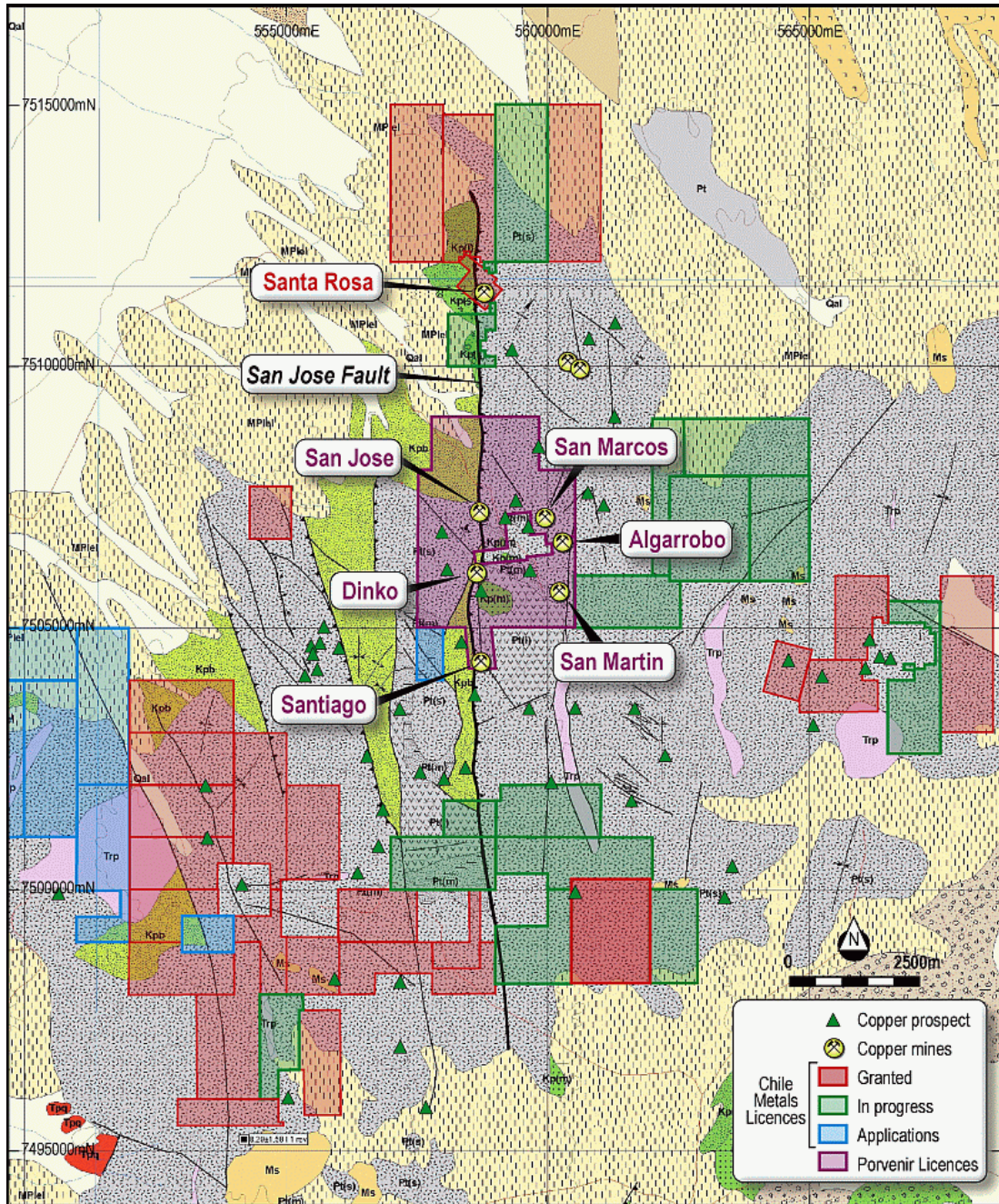


Figure 1 Location of concessions under various agreements to RMG

Extensive Mineralised Trends

RMG has completed several mapping and rock chip sampling programmes across the Porvenir concessions. Figure 2 shows the extent of the mineralised zones that have been identified by this work.

The San José and San Martín trends have been the focus of previous drilling, but the Company has no drill results for the mineralisation along the Yanina, Inmaculada and Algarrobo trends.

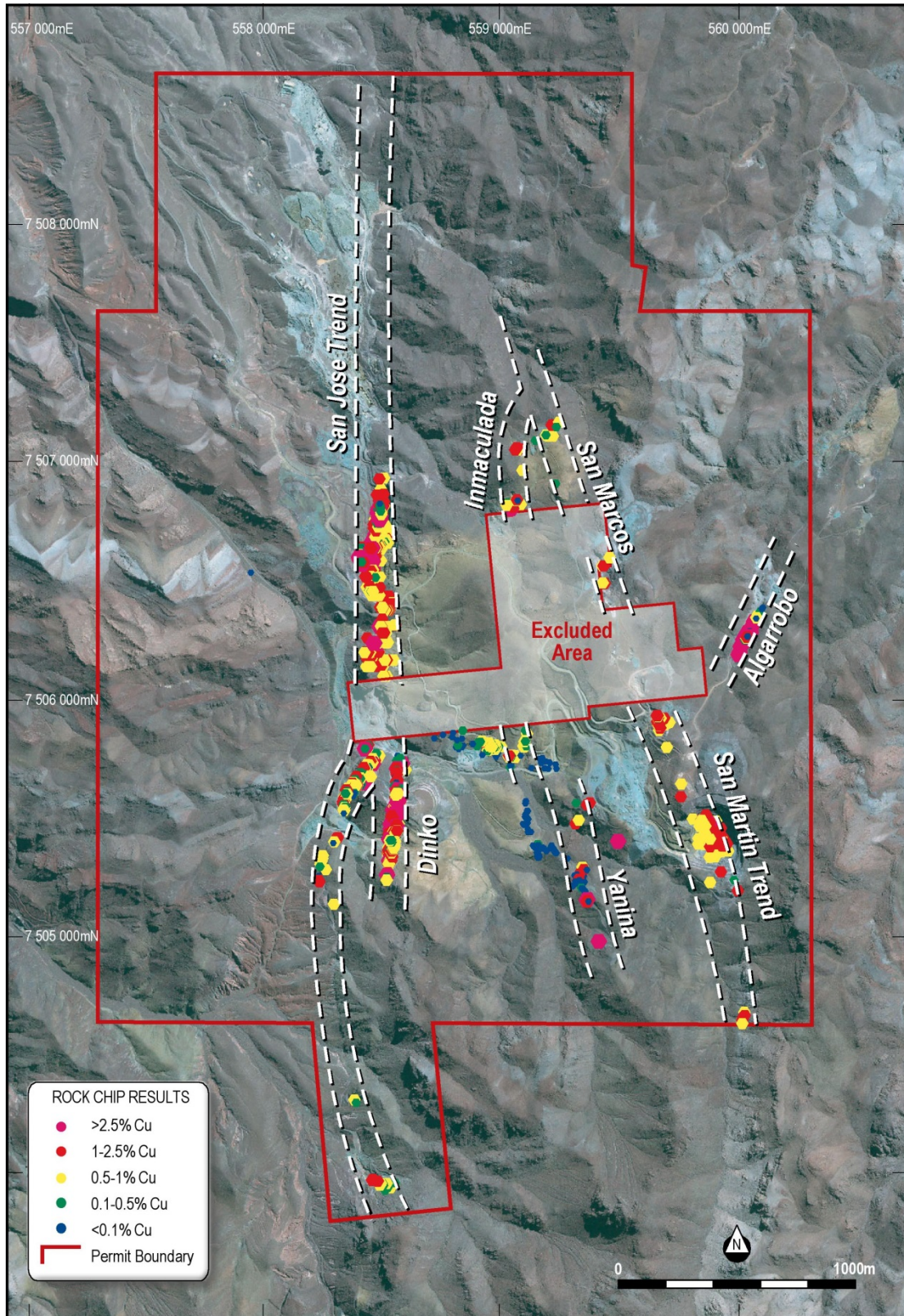


Figure 2 Mineralised trends as defined by rock chip sampling

San José Trend Drilling Results

Recent² (2004-2010) drilling intercepts from the San José copper-silver mineralisation by the Chilean oxide miner were reported by RMG on 6th September 2013. A selection of drill holes is shown in Figures 3 and 4 and includes:

- 🌟 **107.7m @ 1.2%Cu, 19g/t Ag from 243m including**
 - **21m @ 2.0%Cu, 38g/t Ag from 328.5m**
- 🌟 54m @ 1.4%Cu, 6g/t Ag from 100m including
 - 15m @ 2.9%Cu, 15g/t Ag from 135m
- 🌟 67m @ 1.2%Cu, 20g/t Ag from 241m including
 - 13.8m @ 2.3%Cu, 45g/t Ag from 262.5m
- 🌟 26m @ 2.8%Cu, 50g/t Ag from 257m
- 🌟 27m @ 2.3%Cu, 38g/t Ag from 248m
- 🌟 24m @ 2.4%Cu, 35g/t Ag from 315m
- 🌟 22m @ 2.3%Cu, 7g/t Ag from 138m including
 - 10m @ 3.6%Cu 9g/t Ag from 144m

The Chilean oxide miner also drilled a few holes into the Dinko mineralisation and these were reported by the Company in the same ASX release, including:

- 🌟 33.3m @ 1.9%Cu, 15g/t Ag from 54m including
 - 13.5m @ 3.2%Cu, 29g/t Ag from 64.5m
- 🌟 41m @ 1.5%Cu from 95m
- 🌟 37m @ 1.5%Cu from 68m

Figure 4 shows a longitudinal section of the reported San José drilling and indicates that the mineralisation is strike extensive and open down dip to the north-east.

The first priority for RMG will be to validate a large number of the remaining percussion drill holes by re-drilling selected sections. If the previous drill holes are successfully validated, the total number of valid drill holes (previous holes plus RMG holes) will be adequate for the commencement of geological modelling and an Indicated Resource estimate for the San José mineralisation.

² This list is for intercepts with greater than 50m% copper e.g. better than 50 metres @ 1%Cu or better than 25m @ 2%Cu

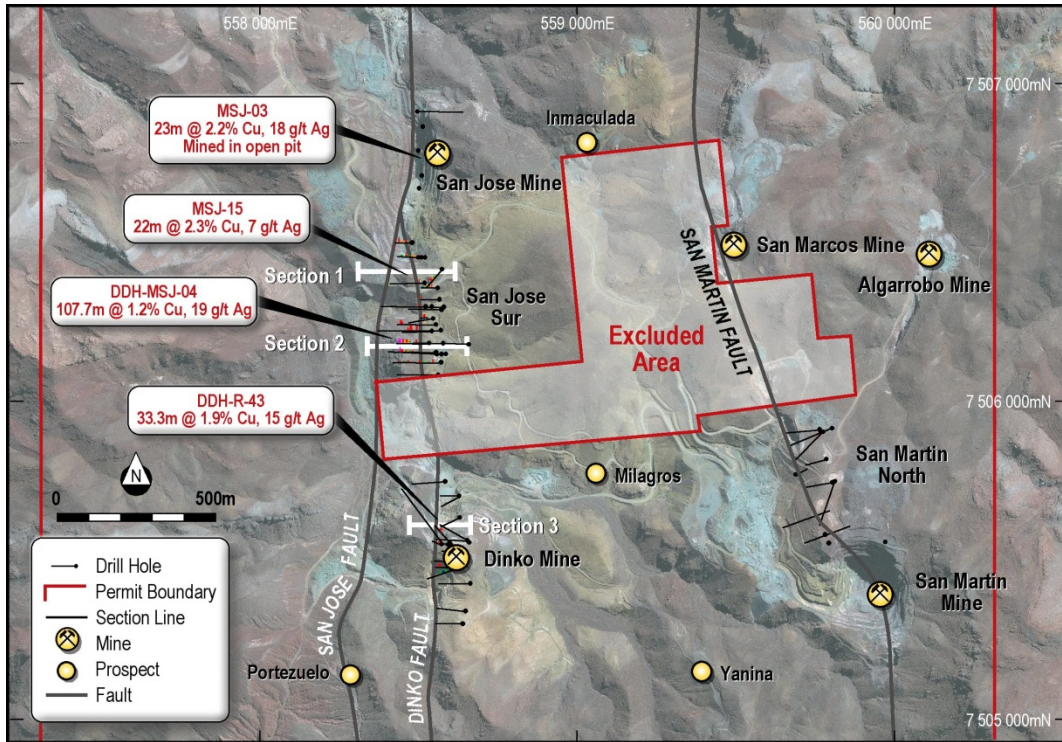


Figure 3 Plan of San José and Dinko drilling

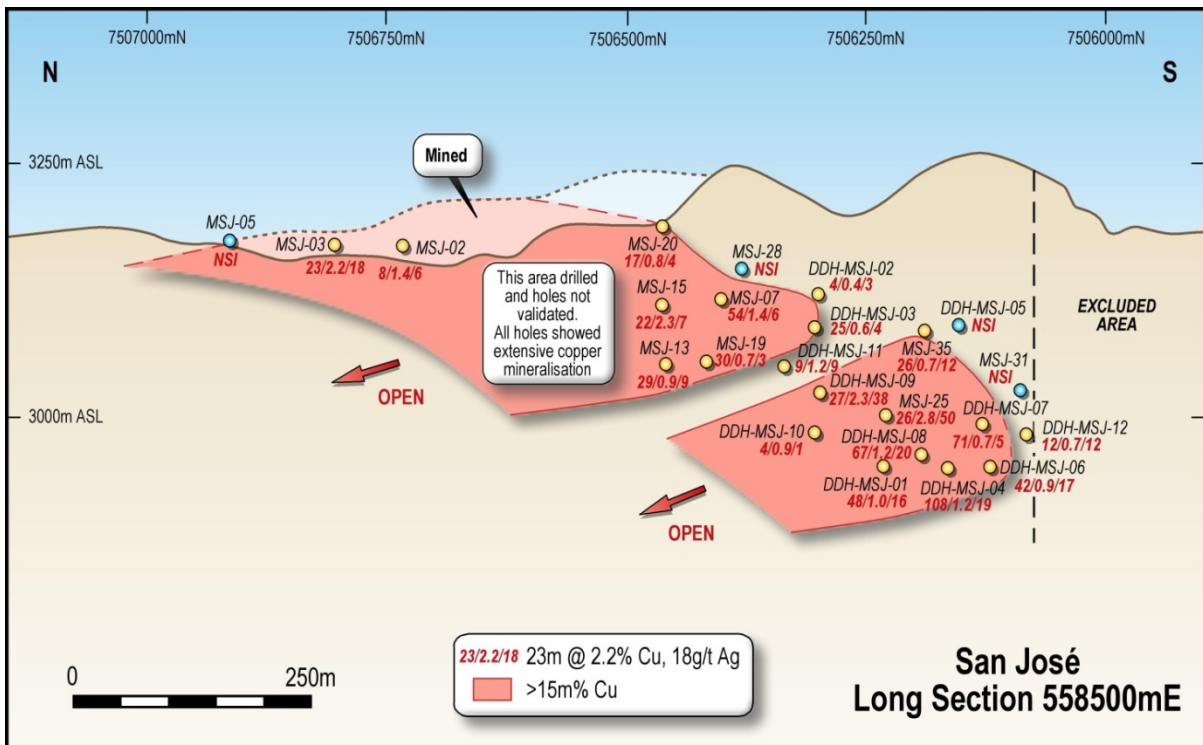


Figure 4 Long section of San José drill results

San Martin Trend Drill Hole Results

Recent³ (2004-2010) drilling intercepts from the San Martin trend of copper mineralisation by the Chilean oxide miner were reported by RMG on 17th October 2013. A selection of drill holes is shown in Figure 5 and includes:

- ✓ Outstanding previous drill result from the San Martin pit of:
 - 🌟 110m @ 1.07%Cu from 2m
 - This drill hole is in area of the mine that has since been mined but is included to show the width and tenor of the copper mineralisation at San Martin
- ✓ Excellent previous drill results⁴ from the San Martin North copper target of:
 - 🌟 54m @ 0.6% Cu from 160m
 - 🌟 16m @ 1.2% Cu from 117m
- ✓ Excellent previous drill result from the San Martin Sur copper target of:
 - 🌟 12m @ 1.43% Cu, 13g/t Ag from 11.5m
- ✓ Excellent previous RAB drill results from the San Marcos copper target of:
 - 🌟 45m visible copper oxide mineralisation from 0m
 - 🌟 23m visible copper oxide mineralisation from 18m

Figure 5 suggests that the drilling by the previous Chilean miner has confirmed the strike extents of the copper mineralisation as indicated by the rock chip results shown in Figure 2.

The San Martin trend is a second priority for the Company and further mapping and geophysical work will be undertaken before embarking on an extensive drilling campaign.

³ This list is for intercepts with greater than 50m% copper e.g. better than 50 metres @ 1%Cu or better than 25m @ 2%Cu

⁴ In this list, these intersections are greater than 15m%Cu. For example, better than 15m @ 1%Cu

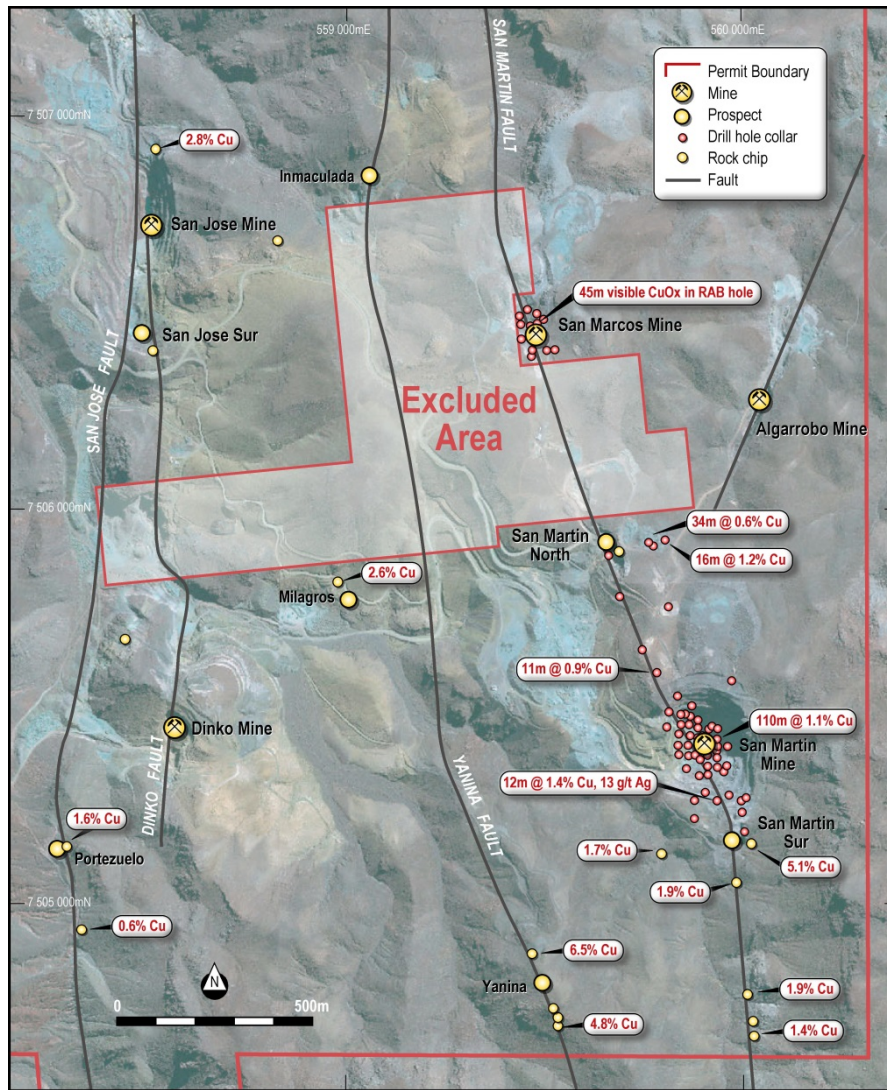


Figure 5 Plan view of San Martin drill holes

Exploration Target

RMG has established an Exploration Target for the Porvenir ground based on RMG's geologic interpretation of the previous drilling (2004-2008) along the San José, Dinko and San Martín Fault zones. The geologic interpretation has then been extrapolated beyond the limit of the drilling along the San José, Dinko, and San Martín Fault zones for the distance shown to be mineralised by the surficial geological mapping and sampling.

Table 1 summarises the Exploration Target which totals;

- 30-50 million tonnes @ 0.9-1.4% Cu, 8-11g/t Ag

An Exploration Target is conceptual in nature and there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource

Exploration Targets			
	Tonnes (mT)	Cu %	Ag g/t
San José	5-7	0.8 - 1.2	10-12
Dinko	1-2	1.1-1.5	5-10
San Martin	1-3	0.8 - 1.2	5-10
San José North Extension	15-20	0.7 - 1.3	10-12
Dinko South Extension	5-10	1.0-1.5	5-10
San Martin North Extension	2-5	0.7 - 1.3	5-10
San Martin South Extension	1-2	0.7 - 1.3	5-10
TOTAL	30-50 mT	0.9-1.4% Cu	8-11g/t Ag

Table 1 Exploration target on Porvenir concessions

Copper Oxide Mining

There are numerous copper oxide pits that have been or are now being mined in the Tuina area within the Porvenir permits. Most of these pits are owned by small private companies that are significantly under-capitalised. This has resulted in little or no drilling, no pit-optimisation or planning, and no pre-strip expenditure being undertaken. The total resource/reserve on many of these oxide zones has therefore not been well defined. Any development of these copper oxide zones is facilitated by an established toll copper oxide acid leach plant that is operating approximately 30kms distant.

Figure 6 is one example of an oxide copper pit.

Chile - Summary

In general, RMG's objective is to

- establish a significant copper sulphide flotation plant and thereby capture all sulphide mining in the well mineralised Tuina District
- The secondary objective of the Company is to assess the remaining opportunity for copper oxide resources

Kamarga Zinc and Copper – Queensland

The Kamarga Project is located 20kms southeast of the world class Century Zn-Pb mine in north-west Queensland. Century is the world's second largest producer of zinc concentrate and is scheduled to cease production in 2016⁵.

The Company believes that it's exploration activities have confirmed the significant copper and zinc endowment of the Kamarga Project and affirm its commitment to continue to build the resource base with the objective of eventual economic exploitation.

⁵ <http://www.mmg.com/en/Our-Operations/Mining-operations/Century/Mine-closure-planning.aspx>



Figure 6 Oxide copper mining at Dinko south

Forward Programs

Chile - Tuina

The Company is currently completing its due diligence and working towards completing the formal agreement with Chile Metals Ltda. Once this has been completed, the Company intends to commence drill hole planning to confirm the best copper targets within the Tuina permit portfolio.

The Company is also continuing to engage in discussions with other permit holders in Chile with prospective copper, copper-silver and copper-gold targets.

Queensland - Kamarga

Further field work at the Kamarga Project has been postponed in preference to work at Tuina. The tenements are in good standing and will be maintained.

Tasmania - McLeans Creek

These permits have not been renewed and have been relinquished.

Corporate and Finance

The Company has \$1,632,046 in cash and bank deposits at the end of the quarter.

The Company continues to be engaged in discussions with potential partners for the Kamarga Project to provide additional funding to advance the project to its next stage of development.

Ends

For further information please contact:

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Competent Persons Statement

The data in this report that relates to Exploration Results and Exploration Targets, are based on information compiled by Mr Peter Rolley who is a Member of The Australian Institute of Geoscientists (MAIG) and who has sufficient experience 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 (the "JORC Code 2004"). Mr Rolley is a shareholder and an Executive Director of RMG Ltd and he consents to the inclusion of the information in the form and context in which they appear.

Forward Looking Statements

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