

## ORBIS GOLD BOARD UNANIMOUSLY REJECTS SEMAFO'S OFFER AND DEFERS SHAREHOLDER MEETING

Orbis Gold Limited ("Orbis Gold" or "the Company") today advises that the Board of Directors has further considered the unsolicited offer from SEMAFO Inc. ("SEMAFO") to acquire 100% of Orbis Gold's issued ordinary shares for cash consideration of A\$0.65 per share (the "Offer").

The Board unanimously believes the offer undervalues the Company and does not factor the significant near term growth prospects available to the Company, particularly in light of the updated scoping study for Natougou released on 14 October 2014 and substantial exploration potential on its project areas.

The Board notes that the receipt of yesterday's Offer comes in circumstances where it has had no approaches from SEMAFO since the release of the updated scoping study on 14 October 2014, despite SEMAFO's public statement on 12 October 2014 that it was seeking engagement with Orbis Gold.

Shareholders will note that the updated scoping study reflects a significant value enhancement for the Natougou project, notably, an increase of A\$97 million (US\$87 million) in after-tax NPV<sub>5%</sub> to A\$592 million (US\$533 million) and a reduction in the payback period from 17 to 8 months enhancing the capacity to finance the project. However, there has been no increase in offer price from SEMAFO above its offer range announced by SEMAFO on 13 October 2014 (prior to the scoping study results being known to SEMAFO).

The Board believes the Offer is opportunistic and that SEMAFO is attempting to transfer the upside value in Orbis Gold to its own shareholders at the expense of Orbis Gold shareholders.

In order to allow shareholders additional time to consider these new developments, and the Board to continue discussions with third parties, the Company has deferred the Extraordinary General Meeting vote to 31 October 2014 to consider the placement of US\$20 million in shares at A\$0.42 per share to Greenstone Resources LP ("Greenstone"). The Board will shortly inform shareholders of further details of the deferred meeting and of further developments.

Orbis Gold remains in close discussions with Greenstone.

Orbis Gold and its advisers are in active discussions with several third parties, regarding value enhancing alternatives to SEMAFO's proposed Offer.

**The Board unanimously REJECTS the SEMAFO Offer and shareholders are advised to TAKE NO ACTION.**

Orbis Gold is being advised by Merrill Lynch and HopgoodGanim.

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Further information on Orbis Gold can also be found on our website [www.orbisgold.com](http://www.orbisgold.com)

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