



12 May 2016

Centralised Company Announcements Platform
Australian Securities Exchange
10th floor, 20 Bond Street
Sydney NSW 2000

Dear Sir,

PLACEMENT

Orinoco Gold Limited (**Company**) advises that in addition to the strong demand for the shortfall from the December 2015 Entitlement Issue and the additional placement announced on 2 May 2016, the Company has agreed to complete a Placement of up to a further \$1.3 million on the same terms as those offered under the December 2015 Entitlement Issue, being \$0.17 per Share with one free attaching Option (ASX:OGXOC) for every three new Shares subscribed for (exercisable at \$0.25 and expire on 31 January 2018). The funds will supplement the Company's working capital reserves.

Somers and Partners Pty Ltd acted as Broker for \$1.2 million of the Placement.

The Shares and Options will be issued under the Company's available Placement Capacity, with settlement expected to occur on Friday 13 May 2016.

Yours sincerely,

For and on behalf of Orinoco Gold Limited

A handwritten signature in black ink, appearing to read 'Phillip Wingate', with a large, sweeping flourish above the name.

Phillip Wingate
Company Secretary