



Orinoco Signs MOU with Goiás State Government to Facilitate Cascavel Development

Government affirms support in key areas such as licensing, tax & infrastructure

Key Points:

- Memorandum of Understanding signed with the State Government of Goiás which recognises Orinoco's Cascavel Gold Project as a project of importance for the State.
- Goiás State Government has undertaken to provide its full support and assistance for the provision of government services required for the mine development.
- Civil works around the Cascavel Portal for mining commenced.
- Development of main incline shaft at Cascavel scheduled to commence in May 2015.

Orinoco Gold Limited (ASX: OGX) is pleased to announce that it has signed a Memorandum of Understanding (MOU) with the Goiás State Government that recognises its high-grade **Cascavel Gold Project** in central Brazil as a project of importance for the State.

With the signing of the MOU, Orinoco has entered into a strategic partnership with the Goiás State whereby Orinoco has committed to build the Cascavel Gold Project and, in return, the State will provide its full support and assistance for the provision of government services including items such as licensing, tax concession considerations, power, roads, water, policing and telecommunications.

The MOU reflects the excellent relationship that Orinoco has established with the Goiás State Government and all of its agencies over the last three years, and will assist Orinoco as it establishes and then grows its Cascavel mining operation.

Goiás is the second largest gold producing state in Brazil, accounting for 27.4% of national gold production. Brazil produced approximately 71 dry metric tons of gold in 2013.

The start of development at the Cascavel Project is imminent, with construction of the main incline shaft scheduled to commence in May 2015.

Orinoco's Managing Director, Mr Mark Papendieck, said the signing of the MOU was a very welcome milestone, which reinforced the Company's positive relationship with the Goiás State Government.

"The Cascavel Project is a high-grade gold project that will bring a range of important benefits to the State of Goiás, including employment, training opportunities and royalties," he said.

"We are very pleased to have secured this support from the Goiás State Government and we look forward to working with the Government agencies to deliver the project for the benefit of all stakeholders.

"Cascavel is our first mining operation within our broader Faina Goldfields Project in central Brazil, and we see it becoming the cornerstone of a long-term resource business for Orinoco in this region," Mr Papendieck added.

"We are delighted to have such a strong relationship with the State Government, which will provide invaluable support and assistance to us as we establish our first production centre later this year and then grow our operations in the future."



The signing ceremony. From left to right: José Eliton de Figueiredo, Vice Governor and Secretary for the Development of the State of Goiás, Marconi Perillo, Governor of the State of Goiás, Dr Klaus Petersen, President of Orinoco Brazil and Dr Marcelo Carvalho, Chief Geologist, Orinoco Brazil.

-ENDS-

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Competent Person's Statement: *The information in this presentation that relates to Exploration Results is based on information compiled by Dr Klaus Petersen who is a member of the Australasian Institute of Mining and Metallurgy and CREA. Dr Klaus Petersen is an employee of Orinoco Gold Limited and has sufficient experience, which is relevant to the style of mineralisation under consideration and to the activity that they are undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Dr Klaus Petersen and Dr. Marcelo Juliano de Carvalho consent to the inclusion in this report of the matters based on the information in the form and context in which it appears.*

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This Announcement includes "forward-looking statements" as that term within the meaning of securities laws of applicable jurisdictions. Forward-looking statements involve known and unknown risks, uncertainties and other factors that are in some cases beyond Orinoco Gold Limited's control. These forward-looking statements include, but are not limited to, all statements other than statements of historical facts contained in this presentation, including, without limitation, those regarding Orinoco Gold Limited's future expectations. Readers can identify forward-looking statements by terminology such as "aim," "anticipate," "assume," "believe," "continue," "could," "estimate," "expect," "forecast," "intend," "may," "plan," "potential," "predict," "project," "risk," "should," "will" or "would" and other similar expressions. Risks, uncertainties and other factors may cause Orinoco Gold Limited's actual results, performance, production or achievements to differ materially from those expressed or implied by the forward-looking statements (and from past results, performance or achievements). These factors include, but are not limited to, the failure to complete and commission the mine facilities, processing plant and related infrastructure in the time frame and within estimated costs currently planned; variations in global demand and price for coal and base metal materials; fluctuations in exchange rates between the U.S. Dollar, the Brazilian Real and the Australian dollar; the failure of Orinoco Gold Limited's suppliers, service providers and partners to fulfil their obligations under construction, supply and other agreements; unforeseen geological, physical or meteorological conditions, natural disasters or cyclones; changes in the regulatory environment, industrial disputes, labour shortages, political and other factors; the inability to obtain additional financing, if required, on commercially suitable terms; and global and regional economic conditions. Readers are cautioned not to place undue reliance on forward-looking statements. The information concerning possible production in this announcement is not intended to be a forecast. They are internally generated goals set by the board of directors of Orinoco Gold Limited. The ability of the company to achieve any targets will be largely determined by the company's ability to secure adequate funding, implement mining plans, resolve logistical issues associated with mining and enter into any necessary off take arrangements with reputable third parties. Although Orinoco Gold Limited believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

It is common practice for a company to comment on and discuss its exploration in terms of target size and type. Any information relating to the exploration target should not be misunderstood or misconstrued as an estimate of Mineral Resources or Ore Reserves. Hence the terms Resource(s) or Reserve(s) have not been used in this context. The potential quantity and grade is conceptual in nature, since there has been insufficient exploration to define a Mineral Resource. It is uncertain if further exploration will result in the determination of a Mineral Resource.