



Orinoco Raises \$3.6M in Heavily Oversubscribed Share Placement

Funds to be used to accelerate exploration at key Brazilian projects including new high-grade silver discovery at Cascavel

Orinoco Gold Limited (ASX: OGX) is pleased to advise that it has received firm commitments for a placement of 14.5 million shares at 25 cents each to raise approximately **\$3.6M before costs (Placement)** to underpin ongoing exploration programs at its Faina Goldfields Project in central Brazil.

The share placement is being undertaken predominantly to institutional and high net worth clients of the Lead Manager, Canaccord Genuity (Australia) Limited (**Canaccord**).

The offer was heavily oversubscribed, reflecting the significant level of market interest in the Company's recent discovery of high-grade silver at its Cascavel Project in central Brazil.

Orinoco is continuing its initial assessment of this discovery and will provide the market with an update of planned follow-up activities, geological interpretations and timelines as soon as is practicable.

The Placement will be undertaken within the Company's existing 15% placement capacity under ASX Listing Rule 7.1 15%, as well as the 10% placement capacity available under ASX Listing Rule 7.1A, which was approved at the Company's Annual General Meeting held on 25 October 2012.

Terms of the Placement

- The Company will issue 14,500,000 shares at \$0.25 cents each.
 - o 6.2m shares offered in accordance with ASX Listing Rule 7.1A; and
 - o 8.3m shares offered in accordance with ASX Listing Rule 7.1;
- The Shares will be placed with institutional and high net worth investor clients of Canaccord; and
- The Company has agreed to pay a fee of 6% of funds raised in relation to the Placement:

Use of Funds

The funds raised will be used to continue exploration activities at the Company's Brazilian exploration projects located in the Faina Goldfields, as well as to fund the costs of the issue and for general working capital purposes. An updated work program will be advised to the market as soon as practicable.

ASX Release

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Issued Capital

62,000,000 Ordinary Shares

15,000,000 Performance Shares

8,000,000 Listed Options

19,700,000 Unlisted Options

ASX Code

OGX (Ordinary Shares)

OGXO (Listed Options)



Settlement

Settlement is expected to occur by Wednesday 15 May 2013. The Company will provide the additional information required by ASX Listing Rule 3.10.5A at that time.

Orinoco's Managing Director, Mr Mark Papendieck, said he was delighted with the exceptionally strong interest in the Company, which would result in the introduction of a number of new institutional and high net worth investors to the Company's share register.

"The strong interest in the placement reflects the considerable level of interest and enthusiasm from investors following our announcement last week regarding the discovery of high-grade silver at Cascavel," he said.

"This is a tremendous outcome for our shareholders, as it has enabled us to raise a material amount of capital at a very difficult time in the market, putting us in a very strong position to move ahead aggressively with exploration activities in Brazil."

-ENDS-

For further information, please contact:

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