

ViaGOLD Capital Limited  
(ARBN 070 352 500)  
Announcement to  
Australian Securities Exchange Limited ("ASX")  
(ACN 008 624 691)

20 October 2016

To: Australian Securities Exchange Limited ("ASX")  
Company Announcements Office  
10<sup>th</sup> Floor, 20 Bond Street  
Sydney NSW

Reference is made to the announcement of ViaGold Capital Limited (the "Company") dated 12 May 2016 (the "Announcement") in relation to the entering into a non-legal binding memorandum of understanding (the "MOU") between Viagold Mining Group Limited, a wholly owned subsidiary of the Company and Smart Triumph Group Holdings Limited for the formation of a joint venture company to engage in mining machinery and equipment leasing business and the provision of relevant investment management, corporate management and investment consultancy services.

As no formal agreement had been reached and entered into between the parties to the MOU, and it is uncertain as to when an agreement can be reached, the parties of the MOU entered into a termination agreement to terminate the MOU on 30 September 2016. Neither parties shall have any obligation or liabilities towards the other nor any claims against the other in connection with the MOU.

The Board of Directors consider that the terminations of the MOU has no material adverse impact on the operations or financial position of the Company. The Company will continue to seek for other investment opportunities with good potentials in a prudent and cautious manner that is expected to bring good returns to the shareholders.

  
Peter King Choi Jeung  
Company Secretary