



Resignation of CEO

30 August 2018

The company would like to announce that Mr Malcolm Paterson has resigned from his position as CEO and Managing Director effective from 31 August 2018.

Mr Paterson has decided to focus on his other business interests in Indonesia. Mr Paterson and the board mutually agree that the completion of the Feasibility Study presents a natural transition point, considering the reduced level of technical and operational activity for CEO through the financing and permitting phases.

Mr Paterson has agreed to remain available to the company in a consulting capacity as required, for which the board is appreciative.

The board has appointed Mr Timothy Adams as interim CEO. Mr Adams has been working on the Feasibility Study in a consulting capacity for the last several months, so is very familiar with the project. His focus will be to drive and coordinate the work mentioned in the company's announcement of 6 August 2018:

- Mining schedule,
- Processing methodologies,
- Access roads and ramps and
- Fleet requirements

He will also be responsible for coordinating the licencing and permitting activities already underway. Mr Adams has more than twenty years experience working on projects through the feasibility phase in both Australia and South America. He recently successfully project managed the construction of a large civil project in Australia.

Mr Adams remuneration will be a total fixed remuneration of AUD 200,000.

The Board will commence a search for a permanent CEO to take the company forward through the financing and construction phases.

The board would like to thank Malcolm for his leadership in successfully revising and finalising the feasibility study. Through his effort the company remains confident that the Sihayo project is able to be both a technical and financial success.

Yours faithfully,

SIHAYO GOLD LIMITED

Misha Collins - Chairman