



## ASX ANNOUNCEMENT 14 APRIL 2011

### SIHAYO GOLD LIMITED TO UNDERTAKE \$15 MILLION PLACEMENT TO FUND ONGOING EXPENDITURE

14 April 2011

The Listing Manager  
Australian Stock Exchange  
Exchange Centre  
Level 4  
20 Bridge Street  
SYDNEY NSW 2000

Dear Sir/Madam

**RE: Sihayo Gold Limited to undertake \$15 million placement to fund ongoing expenditure**

Sihayo Gold Limited (ASX: SIH, "Sihayo" or "the Company") is pleased to announce that it intends to undertake a placement of new shares to institutional investors, including existing major shareholders, to raise approximately \$15 million. Proceeds raised will allow the Company to pursue further resource definition drilling at the Sihayo Pungkut Gold Project, resource exploration drilling across multiple "high impact" exploration targets and complete the Definitive Feasibility Study ("DFS") before making a final investment decision, expected later this year.

The non-underwritten placement will be conducted by way of a fixed price offer at \$0.20 per share, representing a 7% discount to the last closing price on 14 April 2011, and will result in a maximum issue of approximately 75 million ordinary shares.

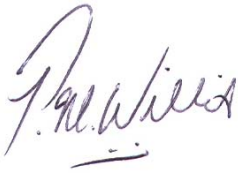
The placement is expected to be completed overnight with settlement taking place on Wednesday, 27 April 2011 with quotation on Thursday, 28 April 2011. The new shares to be issued under the placement will rank equally with existing ordinary shares in Sihayo from their date of issue.

Morgan Stanley is acting as sole lead manager to the placement.

**For further information please contact:**

Paul Willis, Chief Executive Officer, Sihayo Gold Limited: +61 8 9368 4544

Yours faithfully  
**SIHAYO GOLD LIMITED**



**Paul Willis**  
Chief Executive Officer

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