



ASX ANNOUNCEMENT MAY 3 2012

SIHAYO GOLD LIMITED COMPLETES TRANCHE 1 OF THE \$13 MILLION PLACEMENT

3rd May 2012

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

Dear Sir/Madam

RE: Tranche 1 of the recently announced A\$13 million share placement has been completed

Sihayo Gold Limited (ASX: SIH, "Sihayo" or "the Company") is pleased to announce settlement of tranche 1 of the recently announced A\$13 million share placement has been completed.

Tranche 1 consisted of approximately 42.5 million shares at A\$0.15 per share to raise A\$6.4 million before costs pursuant to the placement.

The share placement has been very strongly supported by the Company's major shareholders and pleasingly a new Indonesian based investor has also participated in a significant way demonstrating a strong confidence in the project and the region.

Proceeds raised will allow the Company to complete the final stage of the Definitive Feasibility Study ("DFS"); pursue further resource extension drilling at the Sihayo Pungkut Gold Project; undertake resource exploration drilling across multiple "high impact" exploration targets within the Company's Contract of Work ("COW") area; and place any required orders for long-lead items for the proposed CIL Gold Plant and the Biomass Power Station prior to December 2012.

"It is very encouraging to have such strong support from major shareholders and the addition of a key Indonesian shareholder to our register and we look forward to an exciting next 12 months" said Paul Willis, Chief Executive Officer.

BBY Limited acted as Corporate Advisor to the Company.

For further information please contact:

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