



SIHAYO – SAMBUNG MINERAL RESOURCE ESTIMATE UPDATE

17th June 2013

HIGHLIGHTS

- Mineral Resource estimate reviewed and updated by H&S Consultants Pty Ltd includes all Sambung and Sihayo infill drilling results
- 250,000ozs in Measured category is largely within the proposed Stage 1 mine development included in the soon to be released DFS.
- +800,000ozs in Indicated category and a significantly higher level of Resource confidence overall with no material change in overall ounces

Resource	Tonnage (Mt)	Grade Au (g/t)	Contained Gold ounces	JORC Classification	Au Cut-off grade (g/t)
SIHAYO	2.4	2.8	218,000	Measured	1.2
	9.2	2.5	747,000	Indicated	1.2
	3.7	3.0	357,000	Inferred	1.2
	15.3	2.7	1,322,000	Measured & Indicated & Inferred	1.2
SAMBUNG	0.5	2.1	32,000	Measured	1.2
	1.0	2.0	65,000	Indicated	1.2
	0.1	2.0	6,000	Inferred	1.2
	1.6	2.0	103,000	Measured & Indicated & Inferred	1.2
TOTAL	16.9	2.6	1,425,000	Measured & Indicated & Inferred	1.2

"Above figures may not sum due to rounding. Significant figures do not imply an added level of precision"

"Identification of near surface Measured category Mineral Resources at Sihayo boosts confidence in production planning for early stage mining" says Mr. Stuart Gula, Chief Executive Officer.

The Board of **Sihayo Gold Limited (ASX:SIH)** is pleased to announce the updated Sihayo-Sambung Mineral Resource Estimates which are reported in accordance with the JORC guidelines and code of **16.9Mt at 2.6 g/t Au containing 1.4Moz**.

This update includes all remaining infill drill results at the Sihayo and Sambung deposits and is based on Mineral Resource Estimates review and work undertaken by H&S Consultants Pty Ltd.

Refer to attached Sihayo-Sambung location plan.

"Recently completed near surface infill drilling at Sihayo has made a significant contribution to the upgrade of Resources into the Measured category and reduces risk associated with our proposed approach to mining this project", said Stuart Gula, Chief Executive Officer.

Definitive Feasibility Study ("DFS") Completion

Work is in progress to update the DFS in order to include the outcome of this revised Resource statement and ongoing metallurgical testwork.

Yours faithfully,

SIHAYO GOLD LIMITED

Stuart Gula

Chief Executive Officer

17th June 2013

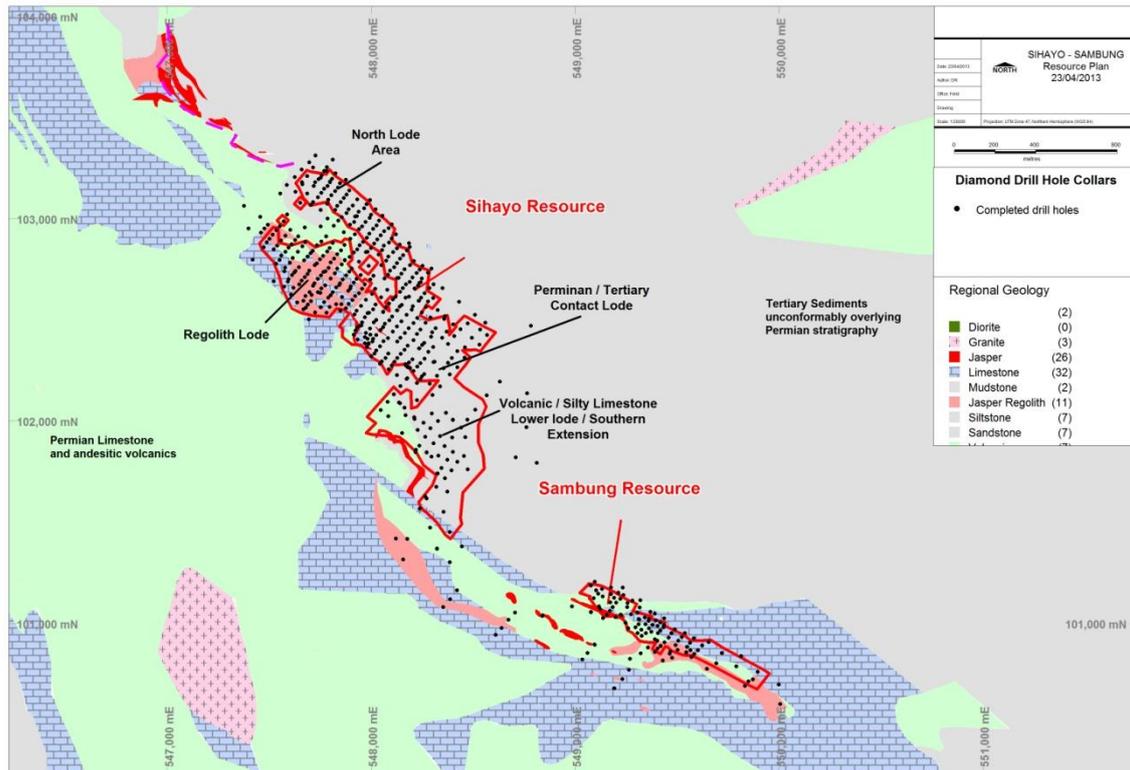


Figure 1: Sihayo-Sambung Resources Location Plan

Competent Persons Statements

Sihayo Gold Limited: The information in this report that relates to exploration or mineral resources is based on information compiled by Mr Darin Rowley (BSc. Geol Hons 1st class) who was a full time employee of PT Sorikmas Mining (75% owned subsidiary of Sihayo Gold Limited) at the time of drilling, sampling and data collection, and is a Member of the AusIMM.. Mr Rowley has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a competent person as described by the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Rowley consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Sihayo Resource

Information that relates to Mineral Resource Estimates at the Sihayo project is based on information compiled by or under the supervision of Mr Robert Spiers, who is an independent consultant and Director of H&S Consultants to Sorikmas Mining Ltd. Mr Spiers has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as an Independent Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' and an Independent Qualified Person as defined in the Canadian National Instrument 43-101 (standards of Disclosure for Mineral Projects). Mr Spiers is a Member of the Australian Institute of Geoscientists and a full time employee of H&S Consultants. Mr Spiers consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Sihayo deposit was estimated by H&S Consultants using Ordinary Kriging constrained by mineralisation envelopes prepared using a nominal 0.3g/t gold cut-off grade as put forth by the Sorikmas Mining Ltd. A down-hole intercept length of 1m was adopted for modelling and the primary block dimensions used in the Sihayo model were 12.5m EW by 12.5m NS by 2.5m vertical. Bulk density was estimated as an attribute of the modelling process and was assigned to the modelling data prior to modelling via a matrix which characterised bulk density based on sample lithological attributes and oxidation state from a data set of 609 bulk density determinations. Historical bulk density sampling outcomes were not employed.

Sambung Resource

Information that relates to Mineral Resource Estimates at the Sambung project is based on information compiled by or under the supervision of Mr Luke A Bulet, who is an independent consultant and Director of H&S Consultants to Sorikmas Mining Ltd. Mr Bulet has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as an Independent Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' and an Independent Qualified Person as defined in the Canadian National Instrument 43-101 (standards of Disclosure for Mineral Projects). Mr Bulet is a Member of the Australian Institute of Geoscientists and a full time employee of H&S Consultants. Mr Bulet consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Sambung deposit was estimated by H&S Consultants using Ordinary Kriging constrained by mineralisation envelopes prepared using a nominal 0.3g/t gold cut-off grade as put forth by the Sorikmas Mining Ltd. A down-hole intercept length of 1m was adopted for modelling and the primary block dimensions used in the Sambung model were 12.5m EW by 12.5m NS by 2.5m vertical. Bulk density was estimated as an attribute of the modelling process and was assigned to the modelling data prior to modelling via a matrix which characterised bulk density based on sample lithological attributes and oxidation state from a data set of 1292 bulk density determinations. Historical bulk density sampling outcomes were not employed.

Note

All statements in this report, other than statements of historical facts that address future timings, activities, events and developments that the Company expects, are forward looking statements. Although Sihayo Gold Limited, its subsidiaries, officers and consultants believe the expectations expressed in such forward looking statements are based on reasonable expectations, investors are cautioned that such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward looking statements. Factors that could cause actual results to differ materially from forward looking statements include, amongst other things commodity prices, continued availability of capital and financing, timing and receipt of environmental and other regulatory approvals, and general economic, market or business conditions.