



**ASX ANNOUNCEMENT**  
**28 JULY 2010**

**AUD\$10.8M CAPITAL RAISING AT \$0.14c PER SHARE -  
FULLY UNDERWRITTEN PRIVATE PLACEMENT**

The Board of Directors of Sihayo Gold Limited ("the Company") is pleased to announce the raising of A\$10.8m via a fully underwritten private placement of 76.9 million ordinary shares at a price of A\$0.14c per share.

The placement is underwritten by Summit Investments Pty Ltd ("Summit"), the Company's largest shareholder.

The placement price of A\$0.14c represents a significant premium of 39% to the 90 day "VWAP" and 8% premium to the last traded price. (VWAP - volume weighted average price)

The issuance of shares shall occur in three tranches over a period not greater than 65 days from the date of this announcement.

Summit will be the single largest participant in the placement together with other selected long-term professional and/or institutional investors, which includes some existing shareholders.

The funds raised will enable the Company to remain on target to complete the Definitive Feasibility Study ("DFS") by December 2010, to continue the strong resource extension / exploration drilling program adjacent to and along strike of the existing Sihayo resource and to significantly increase explorations efforts on other identified mineral prospects across the Contract of Work ("COW") area.

Mr. Peter Bilbe, Chairman, says "Summit have demonstrated yet again their long term commitment to work with the Board and Management of the Company for the greater benefit of all shareholders. With the additional funding we are looking forward to progressing our DFS to completion by year end and seeking to advance our project into the construction phase next year."

Yours faithfully  
**SIHAYO GOLD LIMITED**

A handwritten signature in dark ink, appearing to read "Paul Willis", with a horizontal line underneath.

**PAUL WILLIS**  
Chief Executive Officer

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.