



ASX ANNOUNCEMENT MAY 24 2012

SIHAYO GOLD LIMITED COMPLETES TRANCHE 2 OF THE \$13 MILLION PLACEMENT

24 May 2012

The Listing Manager
Australian Stock Exchange
Exchange Centre
Level 4
20 Bridge Street
SYDNEY NSW 2000
Dear Sir/Madam

RE: Tranche 2 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 that settlement of tranche 2 of the recently announced A\$13 million share placement has been completed.

Tranche 2 consisted of approximately 44.2 million shares at A\$0.15 per share to raise A\$6.6 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.

BBY Limited acted as Corporate Advisor to the Company.

For further information please contact:

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