SIHAYO GOLD LIMITED

ABN 77 009 241 374

REGISTERED OFFICE SIHAYO GOLD LIMITED 25 CHARLES STREET SOUTH PERTH WA 6151

SHARE REGISTRY Security Transfer Registrars Pty Ltd All Correspondence to: PO BOX 535, APPLECROSS WA 6953 Tel (08) 9315 2333 Fax (08) 9315 2233 EMAIL: registrar@securitytransfer.com.au

Dear Option Holder

YOUR OPTIONS TO ACQUIRE SIHAYO GOLD LIMITED SHARES AT 20 CENTS PER SHARE EXPIRE ON 31 JANUARY 2011

We are writing to you as a registered holder of 31 January 2011 options in Sihayo Gold Limited to remind you that the options will expire at 5:00pm (WST) on 31 January 2011.

Your option holding may be exercised in <u>whole or in part</u> by payment of 20 cents for each option by no later than 31 January 2011. If payment is not received by 5:00pm (WST) on 31 January 2011 the options will lapse and all rights under the options will cease at that time.

Some of the courses of action available to you as a holder of these soon to expire options are:

- a) Exercise the options on or before 31 January 2011.
- b) Sell your options. Quotation of the options will cease at the close of trading on 24 January 2011.
- c) Do nothing (ie, allow your options to expire). If you do not exercise or sell your options they will expire on 31 January 2011 and your right to subscribe for ordinary shares in Sihayo Gold Limited at 20 cents per share will lapse.

There is no obligation on option holders to exercise their options. However, under paragraph 6.1 of Appendix 6A of the Australian Securities Exchange (**ASX**) Listing Rules, the Company is required to advise option holders of the information contained in this notice.

The closing market sale price of ordinary shares in Sihayo Gold Limited on ASX was 24.5 cents on 17 December 2010, being the last trading day prior to the date of this notice.

During the three (3) months preceding the date of this notice:

- the highest market sale price of ordinary shares on ASX was 27 cents on 16 November 2010; and
- the lowest market sale price of ordinary shares on ASX was 16 cents on 4 October 2010.

If you wish to exercise your options then you must complete your "Notice of Exercise of Options" form included with this notice and forward it together with payment of 20 cents per option exercised to be received no later than 5:00pm (WST) on **31 JANUARY 2011** to the Company's share registry, being:

Security Transfer Registrars Pty Lt	d	
PO Box 535	OR	770 Canning Highway
APPLECROSS WA 6953		APPLECROSS WA 6953

Cheques should be made payable to "SIHAYO GOLD LIMITED" in Australian dollars only and should be crossed "Not negotiable". If you have any further questions please do not hesitate to contact our Registry on telephone (08) 9315 2333, facsimile (08) 9315 2233, or e-mail registrar@securitytransfer.com.au.

Yours faithfully

DEAN CALDER COMPANY SECRETARY

THIS DOCUMENT IS IMPORTANT. IF YOU ARE IN DOUBT AS TO HOW TO DEAL WITH IT, PLEASE CONTACT YOUR STOCK BROKER OR LICENSED PROFESSIONAL ADVISOR.

REGISTERED OFFICE:
25 CHARLES STREET
SOUTH PERTH WA 6151
AUSTRALIA

SIHAYO GOLD LIMITED

ABN: 77 009 241 374

SHARE REGISTRY
Security Transfer Registrars Pty Lto
All Correspondence to
PO BOX 535
APPLECROSS WA 6953 AUSTRALIA
770 Canning Highway
APPLECROSS WA 6153 AUSTRALIA
T: +61 8 9315 2333 F: +61 8 9315 2233
E: registrar@securitytransfer.com.au
W: www.securitytransfer.com.au

ASX Code:	SIH
Holder Number:	
Number of Options:	
Amount Payable:	

NOTICE OF EXERCISE OF OPTIONS EXPIRING 31 JANUARY 2011 @ \$0.20 EACH

I/We the above named being the registered holder of Options hereby exercise such Options to subscribe for:

NUMBER OF NEW ORDINARY FULLY PAID SHARES								AMOUNT ENCLOSED @ \$0.20 PER SHARE																			
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I/We hereby authorise you to place my/our name(s) on the register of members in respect of the Rules of the Constitution of the Company.								fthe	numbe	er of N	lew S	Shares	allott	ed to	me/u	s, and	l/we a	agree	to acc	cept s	uch S	hares	subje	ct to			
My/Our contact details in case of enquiries are: NAME									TELEPHONE NUMBER																		
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Biller Code: 159483 Ref: BPAY® this payment via internet or phone banking. Your BPAY® reference number is unique to this offer and is not to be used for any other offer. Applicants should be aware of their financial institution's cut-off time (the time payment must be made to be processed overnight) and ensure payment is processed by their financial institution on or before the day prior to the closing date of the offer. BPAY applications will only be regarded as accepted if payment is received by the registry from your financial institution on or prior to the closing date. It is the Applicant's responsibility to ensure funds are submitted correctly by the closing date and time.									SIHA Do n Suffi acce Chec foreig	hequ AYO ot for ptan ques gn cu	es (e GOLI rwarc clea ce m or ba urrend	EQUE/ xpres D LIM I cash red fu ay be ank dr cy will he acc	sed i ITED as r nds s rejec afts c	n Au and eceip shoul cted i drawi f be a	stralia l cross ots wi ld be if you n on c accep	an cu sed "I II not held i r cheo overso overso	Not N be iss n you que is eas b Any s	legoti sued. ur acc s dish anks such	able" count ionou in Au chequ	as yc red. ıstrali	our an or		to				
Individual or Securityholder 1 Securityholder 2								Se	curityl	nolder	3		7			REG	GISTR	Y DA	TE SI	AMP							

Sole Director & Company Secretary

Director/Company Secretary

Director

E & O.E.

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