



**ASX ANNOUNCEMENT
6 August 2010**

**TRANCHE 1 OF FULLY UNDERWRITTEN PRIVATE
PLACEMENT COMPLETED**

Company Announcements Office
Australian Stock Exchange Limited
4TH Floor, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir / Madam,

The Board of Directors of Sihayo Gold Limited ("the Company") is pleased to announce the issue of 15,380,000 new shares at A\$0.14c per share to complete tranche 1 of the previously announced fully underwritten, private placement, which will raise a total of A\$10.8m upon completion.

Please refer to the Company's ASX release dated 28th July 2010 for further details of the A\$10.8 million capital raising.

Tranche 2 of the capital raising will take place within 30 business days of Tranche 1 and the Tranche 3 will take place within 30 business days of Tranche 2.

Yours faithfully
SIHAYO GOLD LIMITED

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

PAUL WILLIS
Chief Executive Officer