



ASX ANNOUNCEMENT 9 FEBRUARY 2010

AUD\$2.8M CAPITAL RAISING AT \$0.07c PER SHARE ALLOWS ACCELERATED INFILL AND RESOURCE EXPLORATION DRILLING AT SIHAYO

The Board of Directors of Sihayo Gold Limited is pleased to announce the raising of an additional AUD\$2.8m via the placement of 40 million ordinary shares at a price of A\$0.07 each to Asian based institutional investor, Mr. Yaw Chee Siew. Mr. Yaw is a successful Malaysian businessman and investor and is seeking to further his investments in the natural resource sector.

The placement price of A\$0.07c represents a significant premium of 27% to the last sale price of Sihayo shares A\$0.055c.

The \$2.8m capital raising is in addition to the previously approved plan, which includes another two outstanding tranches of options held by Summit Investments Pty Ltd. Assuming these options, which expire on 23 March and 30 May 2010, are exercised then a further \$2.5m will be added to the Company's strong cash position. The Company now has 465,202,424 shares on issue with a further 25m and 19.5m options due on the dates listed above.

The Company has previously announced a strategy for the completion of a Definitive Feasibility Study ("DFS") based upon the **13.2 MT grading 2.4g/t Au (1.01 Moz)** JORC compliant Inferred resource by the end of 2010.

These additional funds raised will enable the Company to significantly expand the exploration drilling program in addition to the existing infill program associated with the DFS. The clear objective of the additional drilling program is to accelerate the pace of efforts to increase the current 1.01 Moz resource base.

The Company looks forward to updating investors on the results of our infill drilling and additional exploration programs in the coming months.



TONY MARTIN
Chief Executive Officer

Note 1: *It is advised that in accordance with the Australian Stock Exchange Limited Listing Rule 5.6, the information in this report that relates to Exploration Results is based on information compiled by both Mr Tony Martin and Mr Dean Pluckhahn, who are Members of the Australasian Institute of Mining and Metallurgy. Mr Martin is the Chief Executive Officer of Sihayo Gold Limited and Mr. Pluckhahn is a full time employee of Sihayo Gold Ltd's 75% owned subsidiary company P.T. Sorikmas Mining ("Sorikmas"). Mr Martin and Mr Pluckhahn have sufficient experience which is relevant to the style of mineralisation and type of deposit which is under consideration and to the activity which Sihayo Gold is undertaking to qualify as a "Competent Persons" as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Martin and Mr Pluckhahn both consent to the inclusion in this report of the matters based on information in the form and context in which it appears.*

Note 2: *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 Ltd, 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.*