



ASX ANNOUNCEMENT 23 MARCH 2010

EXERCISE OF OPTIONS

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

Dear Sir / Madam,

Sihayo Gold Limited (SIH) is pleased to announce the issue of 25,000,000 shares at 6 cents per share to the Summit Investment Pty Ltd, following the exercise of options granted as part of the funding package that was approved at the AGM held on 27 November 2009.

The exercise of this second tranche of options shows confirmation of financial support by the Indonesian investment group and the Company now has \$4.8 million in cash, which will be utilised to fund the ongoing definitive feasibility study into the Sihayo Gold Project.

The Summit Group hold one more additional tranche of options, which upon exercise in May 2010, should provide a further \$975,000 in funding for the project study.

Yours faithfully

SIHAYO GOLD LIMITED

A handwritten signature in black ink, appearing to read "Tony Martin", is written over a light grey rectangular background.

TONY MARTIN
Chief Executive Officer