



## ASX Announcement

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### RE: CAPITAL RAISING UPDATE

Sihayo Gold Limited (ASX: SIH – “Sihayo”) is pleased to update shareholders on recent capital raising developments.

#### Notice of General Meeting

Sihayo has released a Notice of General Meeting (“Notice”) for a general meeting of shareholders to be held on Monday, 14 October 2019. The Notice will be mailed to shareholders no later than 13 September 2019.

The first two resolutions in the Notice set out the details of a proposed selective capital reduction (“Buy-Back”) in order to implement the corrective measures recommended by the ASX following the 1:4 non- renounceable rights issue earlier this year (“Rights Issue”). The Buy-Back will rectify the breach of ASX Listing Rule 10.11 as a result of an error that occurred in the course of allocating 220,058,128 shortfall shares from the Rights Issue. If approved, the Buy-Back will reduce Sihayo’s capital by AUD3,300,872.

The final resolution in the Notice sets out the details of a proposed private placement of 192,094,232 shares to Provident Minerals Pte Ltd (“Provident Placement”). The Provident Placement will raise AUD 2,881,413 of new capital substantially replacing the funds utilised for the Buy-Back. If all three resolutions in the Notice are approved there will be a net reduction in the company’s capital of AUD 419,459. It is expected that the planned drilling at Sihayo Pungkut will still be funded without any material reductions in the scope of work.

#### Merdeka Placement

On 12 February 2019, Sihayo announced a placement of shares to PT Merdeka Copper Gold Tbk (“Merdeka”), an Indonesian copper and gold mining company listed on the Indonesian Stock Exchange (IDX:MDKA), to raise USD 1,500,000 at a price of AUD 1.8 cents per share (“Merdeka Placement”). The placement proceeds are to be allocated to fund drilling at the highly prospective Hutabargot Julu exploration target located approximately 10km south east of Sihayo Pungkut.

The Hutabargot Julu drill program cannot commence until the required exploration and environmental permits are in place. These have not yet been received and, as a result, Sihayo and Merdeka have agreed to delay approval of the Merdeka Placement until the exploration project is fully permitted. Drilling at Hutabargot Julu is currently expected to commence in late 2019 or early 2020.

For further information please contact:

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