

14 December 2009

**Caledon Resources plc (AIM: CDN, ASX: CCD)
(‘Caledon’ or ‘the Company’)
Publication of Investor Presentation**

Caledon Resources plc, the AIM and ASX listed Australian coking coal producer announces that it will deliver the following presentation to investors during the week commencing 14 December 2009.

For further information about Caledon, please visit our website at www.caledon.com or contact:

United Kingdom

Caledon Resources plc

David Weill +44 (0) 20 7881 0180
Jeremy Gorman +44 (0) 20 7935 0027

RBC Capital Markets (NOMAD & Broker)

Martin Eales +44 (0) 20 7029 7881

Conduit PR

Leesa Peters/ Jos Simson +44 (0) 20 7429 6603
+44 (0) 7899 879 450

Australia

Caledon Resources plc

Mark Trevan +61 7 33093103

Rowland (media enquiries)

Bruce Ruddy +61 7 3229 4499

About Caledon

Caledon is a coking coal producer and explorer in the Bowen Basin of Queensland, Australia. It acquired the mothballed Cook Mine in late 2006 and has since recommissioned the operation and introduced an innovative new underground mining methodology. The Company also purchased the nearby Minyango exploration concessions in 2006 and has conducted a number of drilling programs in preparation for a feasibility study.



Caledon
Resources plc

Caledon Resources plc Investor Update

December 2009

FORWARD LOOKING STATEMENT DISCLAIMER



CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING INFORMATION

This presentation contains both historical and forward-looking statements. All statements other than statements of historical fact relating to Caledon are, or may be deemed to be, forward looking statements.

All forward-looking statements in this presentation reflect the current expectations of Caledon concerning future results and events and generally may be identified by the use of forward-looking statements such as "believe", "aim", "expect", "anticipate", "intending", "likely", "should", "planned", "estimate", "potential", or other similar statements. Similarly, statements that describe Caledon's objectives, plans, goals or expectations are or may be forward-looking statements.

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause Caledon's actual results, performance or achievements to differ materially from the anticipated results, performance or achievements, expressly projected or implied by these forward-looking statements. These factors include the inherent risks involved in the exploration and development of coal properties, the uncertainties involved in interpreting drilling results and other geological data, the market price for coal, the possibility of project cost overruns or unanticipated costs and expenses, uncertainties relating to the availability and costs of financing needed in the future and other factors.

In particular, Coal Reserve and Resource estimates are expressions of judgement based on knowledge, experience and industry practice, and by their nature are imprecise. No assurance can be given that the estimated Coal Reserves and Resources will be recovered or that they will be recovered at the rates estimated.

The reader is cautioned not to place undue reliance on forward-looking statements.

Corporate Process



Mid January	Initial approach
Late February	Review financial advisors & appoint RBC
March	IM and initial expressions of interest
April	Short list interested parties
Apr-July	Open data room & host site visits
Late Sept	New entrants
Oct & Nov	Further site visits. Encouraging discussions combined with requests for more time.
Early December	Parties advised process is being brought to a close unless unconditional offers received
Early December	Offers not received and process closed

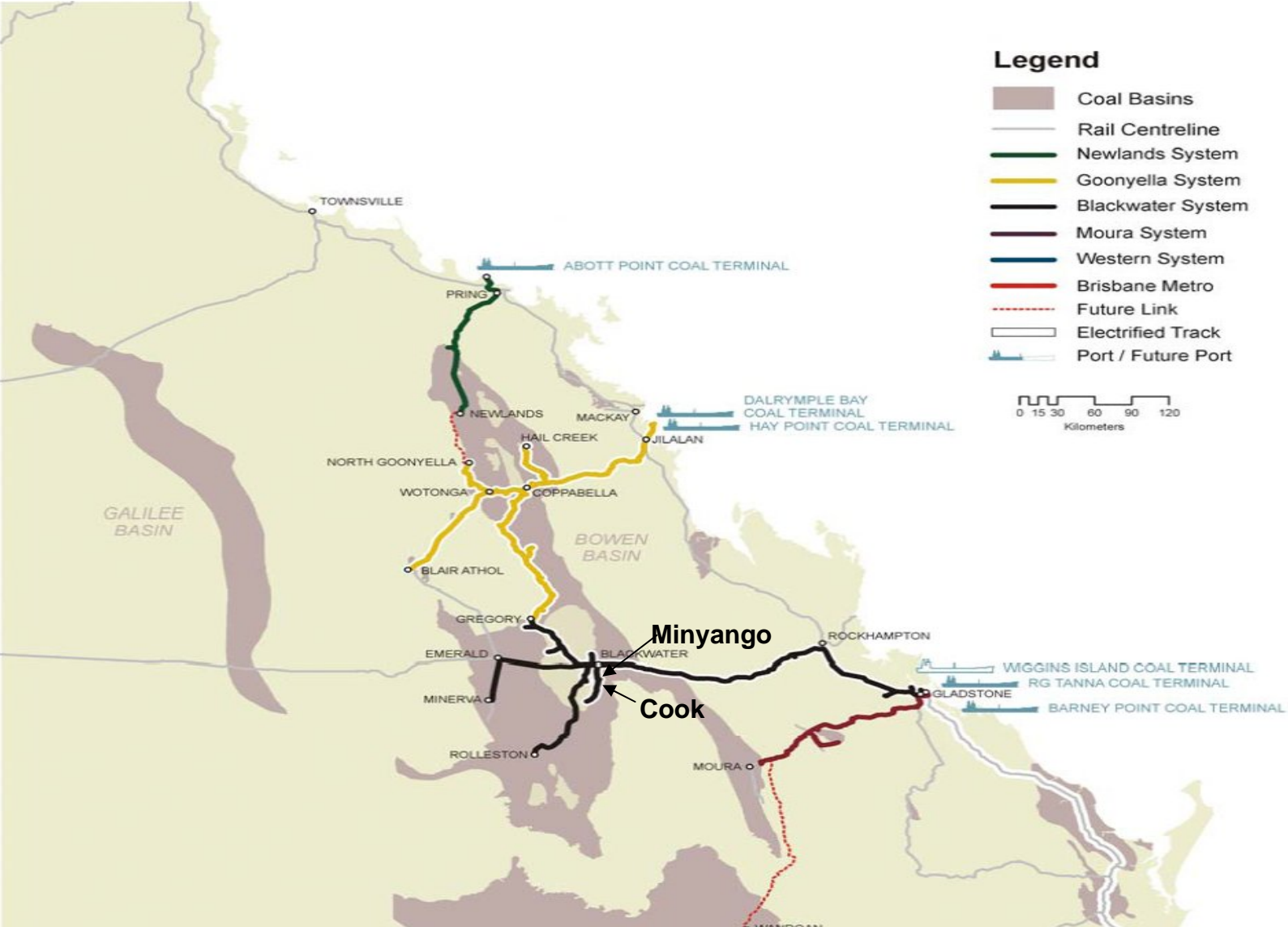
Hard Coking Coal Pricing

	2009 US\$	2010 US\$	2011 US\$
RBC	129	150	150
Credit Suisse	125	160	160
Macquarie	128	160	140
Citigroup	128	200	200
Cook	107		

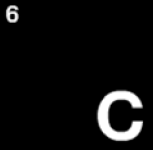
A\$:US\$ Appreciation



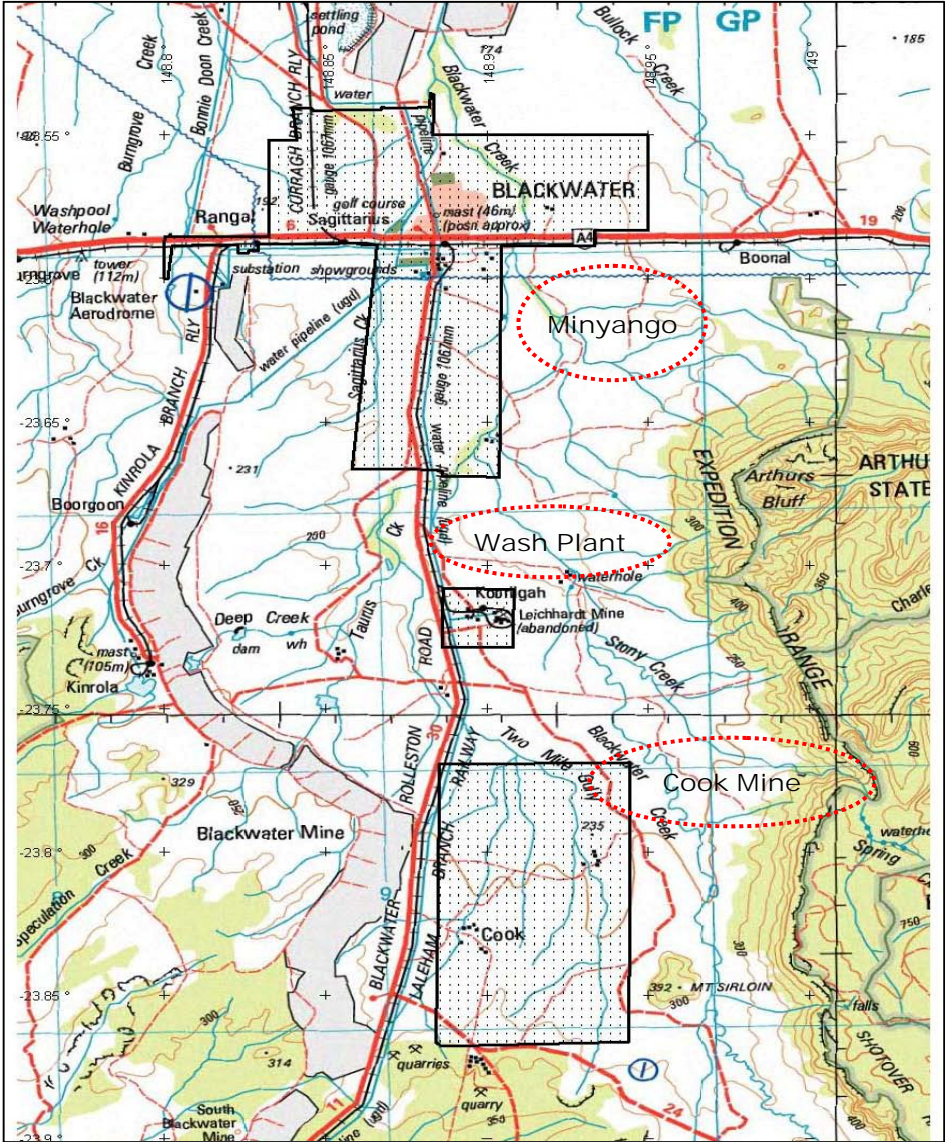
Map of Queensland Coal Export Ports



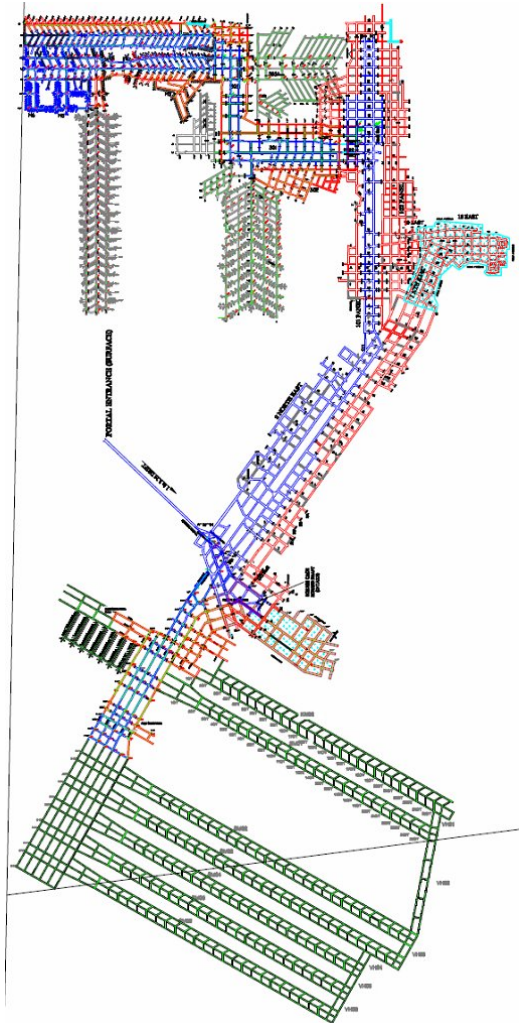
Caledon Properties



Caledon Resources plc

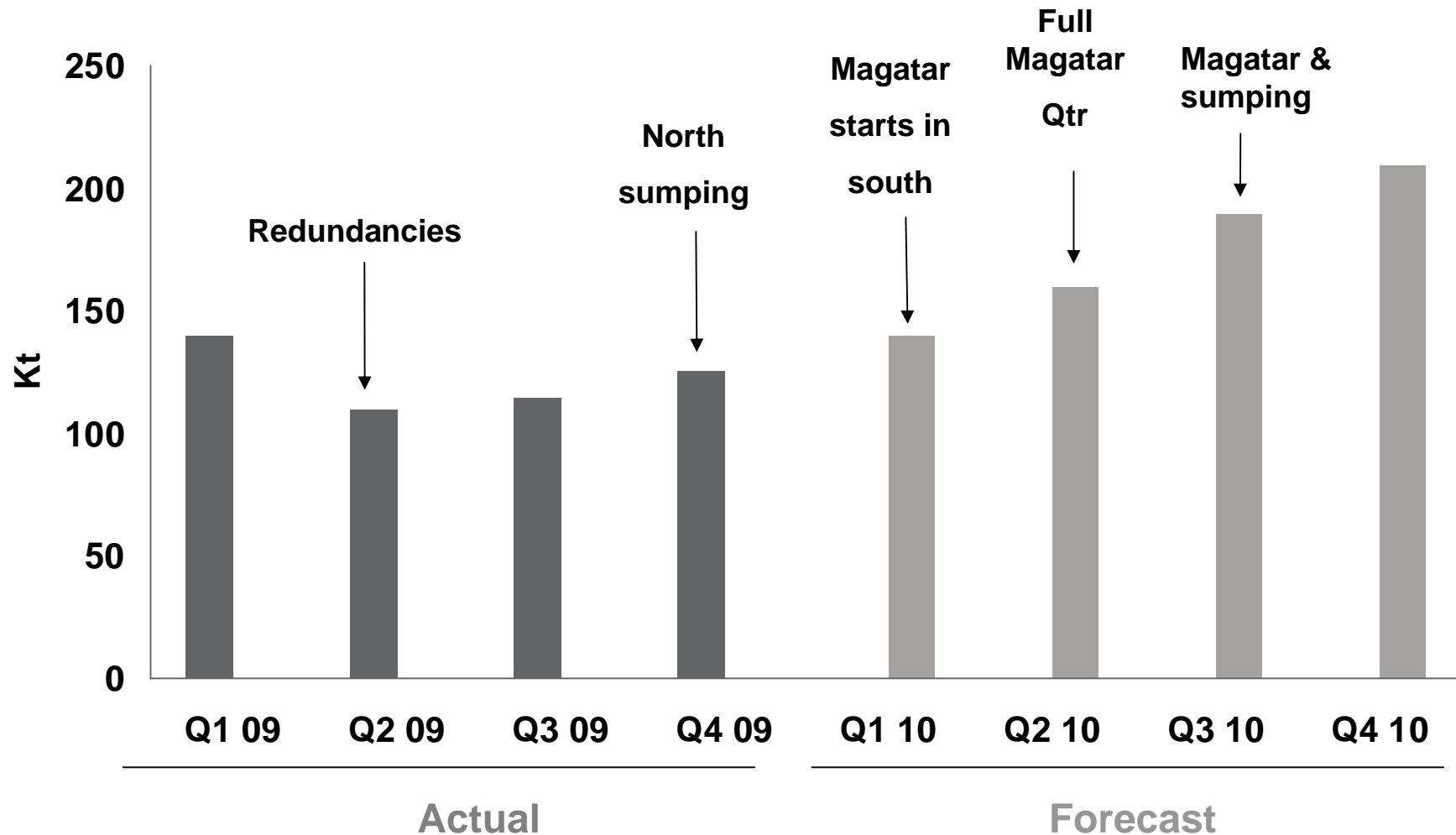


Cook Transition from North to South



- 4km travel v 1km
- 7 old underground conveyors v 2 new
- 33 km ventilation shut down
- 23 km stone dusting and inspection removed

Cook Saleable Coal Production 2010 Forecast 700kt



Wiggins Island



- Eventual 70mt capacity
- Agreement reached with Qld government for coal companies to develop
- Caledon foundation shareholder of holding company
- Process for requesting tonnage for stage one underway
- Targeting financial close July 2010
- Targeting commercial operation 2013

Minyango Prefeasibility Study



- Study completed by SMG Consultants
- Results positive
- Base line environmental work commenced
- Bankable Feasibility Study to take approximately one year and commence mid 2010
- Timing linked to new Wiggins Island Coal Terminal

Prefeasibility Study Results



Two options	1 or 2 Mini longwalls, continuous haulage roadway development
Production	Up to 4.5Mtpa run of mine
Ramp-up	3 years
Life	19 years plus
Yield	84%
Coking/thermal	62% / 38%
Construction capital	A\$380-419m (2009\$)
FOB cash cost (excl.royalty)	A\$62-67/t (2009\$)