

30 September 2010



**Caledon Resources Plc**  
("Caledon" or "the Company") (AIM:CDN & ASX: CCD)

**Confirmation of Caledon's Participation in Stage 1 of the  
Proposed Wiggins Island Coal Export Terminal**

- Granting of 4mtpa coal allocation at Wiggins Island
- Caledon representative appointed to the Board of WICET
- Appointment of Mr Brett Garland as Chief Operating Officer

Wiggins Island Coal Export Terminal Pty Ltd (WICET) today announced that it had received capacity commitments totalling 27mtpa from eight coal producers including Caledon. WICET also announced that these commitments would form the basis for it to secure funding for the initial Terminal development with Financial Close expected in the first half of 2011 and shipments from 2014. The full announcement plus additional information regarding the proposed new coal terminal can be found at [wicet.com.au](http://wicet.com.au).

Caledon is pleased to confirm that it has been allocated 4Mtpa of the 27Mtpa Stage One development subject to signing a binding Take or Pay contract at Financial Close. Further details of funding commitments associated with the Company's allocation are detailed in Caledon's Interim Results issued on 31 August, 2010. Caledon is also pleased to advise that its tonnage allocation entitles it to a seat on the new Board of WICET and that it has taken up that opportunity with effect from 30 September 2010.

**Appointments**

Caledon is also pleased to advise that Mr Brett Garland has accepted the role of Chief Operating Officer for the Company effective 4 October 2010. Mr Garland is an MBA qualified mining engineer who has held senior roles with a number of prominent Queensland based coal companies with the most recent being as General Manager Resource Development at New Hope Corporation Ltd. Mr Garland will lead the definitive feasibility study for Minyango in addition to overseeing operational activities at the Cook mine.

**Mark Trevan, Managing Director, commented:** "The announcement by WICET confirms Caledon's participation in Stage One of the proposed new Wiggins Island Coal Terminal. The 2014 completion date sets the timeline for development of our Minyango project which is located in close proximity to our Cook Mine. We are on track to commence the definitive feasibility study for Minyango and I am pleased to announce the appointment of Brett Garland as COO who will lead this process."

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**About Caledon**

Caledon Resources plc is a dual listed public Company listed on the Alternative Investment Market of The London Stock Exchange and The Australian Securities Exchange (trading symbol: AIM:CDN & ASX: CCD).

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 completed a prefeasibility study on a potential underground coking and thermal coal mine.

*Royal Bank of Canada Europe Limited which is authorised and regulated in the United Kingdom by The Financial Services Authority is acting exclusively for Caledon and no-one else in connection with the transaction described in this announcement and accordingly will not be responsible to anyone other than Caledon for providing the protections afforded to clients of Royal Bank of Canada Europe Limited nor for providing advice in relation to the matters described in this Announcement.*

**Rule 2.10****The following information is given in accordance with Rule 2.10 of the Takeover Code.**

Caledon has in issue a total of 224,633,849 Caledon Shares, the ISIN for which is GB00B1GJZT14, and Caledon CHESS Depository Interests ("CDIs"), the ISIN for which is AU000000CCD9. Each CDI represents the full beneficial interest in one underlying Caledon Share. The Caledon Shares are admitted to trading on AIM and the CDIs of Caledon are listed on the Australian Stock Exchange.

Caledon also has in issue GBP4.2 million 8.5 per cent unsecured convertible loan notes due 2013, the ISIN for which is GB00B61JLC69 and which are traded on the Channel Islands Stock Exchange.

**Disclosure requirements of the Takeover Code**

Under Rule 8.3(a) of the Takeover Code, any person who is interested in 1% or more of any class of relevant securities of an offeree company or of any paper offeror (being any offeror other than an offeror in respect of which it has been announced that its offer is, or is likely to be, solely in cash) must make an Opening Position Disclosure following the commencement of the offer period and, if later, following the announcement in which any paper offeror is first identified. An Opening Position Disclosure must contain details of the person's interests and short positions in, and rights to subscribe for, any relevant securities of each of (i) the offeree company and (ii) any paper offeror(s). An Opening Position Disclosure by a person to whom Rule 8.3(a) applies must be made by no later than 3.30 pm (London time) on the 10th business day following the commencement of the offer period and, if appropriate, by no later

than 3.30 pm (London time) on the 10th business day following the announcement in which any paper offeror is first identified. Relevant persons who deal in the relevant securities of the offeree company or of a paper offeror prior to the deadline for making an Opening Position Disclosure must instead make a Dealing Disclosure.

Under Rule 8.3(b) of the Takeover Code, any person who is, or becomes, interested in 1% or more of any class of relevant securities of the offeree company or of any paper offeror must make a Dealing Disclosure if the person deals in any relevant securities of the offeree company or of any paper offeror.

A Dealing Disclosure must contain details of the dealing concerned and of the person's interests and short positions in, and rights to subscribe for, any relevant securities of each of (i) the offeree company and (ii) any paper offeror, save to the extent that these details have previously been disclosed under Rule 8. A Dealing Disclosure by a person to whom Rule 8.3(b) applies must be made by no later than 3.30 pm (London time) on the business day following the date of the relevant dealing.

If two or more persons act together pursuant to an agreement or understanding, whether formal or informal, to acquire or control an interest in relevant securities of an offeree company or a paper offeror, they will be deemed to be a single person for the purpose of Rule 8.3.

Opening Position Disclosures must also be made by the offeree company and by any offeror and Dealing Disclosures must also be made by the offeree company, by any offeror and by any persons acting in concert with any of them (see Rules 8.1, 8.2 and 8.4). Details of the offeree and offeror companies in respect of whose relevant securities Opening Position Disclosures and Dealing Disclosures must be made can be found in the Disclosure Table on the Takeover Panel's website at [thetakeoverpanel.org.uk](http://thetakeoverpanel.org.uk), including details of the number of relevant securities in issue, when the offer period commenced and when any offeror was first identified. If you are in any doubt as to whether you are required to make an Opening Position Disclosure or a Dealing Disclosure, you should contact the Panel's Market Surveillance Unit on +44 (0)20 7638 0129.