

Morgan Stanley & Co.  
International plc

25 Cabot Square  
Canary Wharf  
London E14 4QA

tel +44 (0)20 7425 8000  
fax +44 (0)20 7425 8990  
telex 8812564

Morgan Stanley

Company Secretary  
Caledon Resources  
64 Knightsbridge  
London  
SW1X 7JF

21 June 2011

Dear Sir/Madam

**Disclosure of Holdings**

Please find attached a notification in accordance with DTR 5 of the Transparency Obligations Directive (Disclosure and Transparency Rules) Instrument 2006, of the holdings of Morgan Stanley and its subsidiary companies in the shares of Caledon Resources Plc.

If you require further information in respect of this notification, please contact David Lindsay in the Compliance Department of Morgan Stanley.

Yours faithfully



Mikhail Nassimov

**TR-1: NOTIFICATION OF MAJOR INTEREST IN SHARES<sup>i</sup>**

<b>1. Identity of the issuer or the underlying issuer of existing shares to which voting rights are attached:</b> <sup>ii</sup>	Caledon Resources Plc	
<b>2 Reason for the notification</b> (please tick the appropriate box or boxes):		
An acquisition or disposal of voting rights	<input checked="" type="checkbox"/>	
An acquisition or disposal of qualifying financial instruments which may result in the acquisition of shares already issued to which voting rights are attached	<input type="checkbox"/>	
An acquisition or disposal of instruments with similar economic effect to qualifying financial instruments	<input type="checkbox"/>	
An event changing the breakdown of voting rights	<input type="checkbox"/>	
Other (please specify):	<input type="checkbox"/>	
<b>3. Full name of person(s) subject to the notification obligation:</b> <sup>iii</sup>	Morgan Stanley (Institutional Securities Group and Global Wealth Management)	
<b>4. Full name of shareholder(s)</b> (if different from 3.): <sup>iv</sup>		
<b>5. Date of the transaction and date on which the threshold is crossed or reached:</b> <sup>v</sup>	17.06.2011	
<b>6. Date on which issuer notified:</b>	21.06.2011	
<b>7. Threshold(s) that is/are crossed or reached:</b> <sup>vi, vii</sup>	5%	

**8. Notified details:****A: Voting rights attached to shares** <sup>viii, ix</sup>

Class/type of shares  if possible using the ISIN CODE	Situation previous to the triggering transaction		Resulting situation after the triggering transaction				
	Number of Shares	Number of Voting Rights	Number of shares	Number of voting rights		% of voting rights <sup>x</sup>	
			Direct	Direct <sup>xi</sup>	Indirect	Direct	Indirect
GB00B1GJZT14	14,789,095	14,789,095	12,824,286	12,824,286		4.59%	

**B: Qualifying Financial Instruments**

## Resulting situation after the triggering transaction

Type of financial instrument	Expiration date <sup>xiii</sup>	Exercise/ Conversion Period <sup>xiv</sup>	Number of voting rights that may be acquired if the instrument is exercised/ converted.	% of voting rights

**C: Financial Instruments with similar economic effect to Qualifying Financial Instruments**<sup>xv, xvi</sup>

## Resulting situation after the triggering transaction

Type of financial instrument	Exercise price	Expiration date <sup>xvii</sup>	Exercise/ Conversion period <sup>xviii</sup>	Number of voting rights instrument refers to	% of voting rights <sup>xix, xx</sup>	
					Nominal	Delta

**Total (A+B+C)**

Number of voting rights	Percentage of voting rights
12,824,286	4.59%

**9. Chain of controlled undertakings through which the voting rights and/or the financial instruments are effectively held, if applicable: <sup>xxi</sup>**

Morgan Stanley Securities Ltd	12,824,286	4.59%
-------------------------------	------------	-------

**Proxy Voting:**

<b>10. Name of the proxy holder:</b>	N/A
--------------------------------------	-----

<b>11. Number of voting rights proxy holder will cease to hold:</b>	N/A
---	-----

<b>12. Date on which proxy holder will cease to hold voting rights:</b>	N/A
---	-----

<b>13. Additional information:</b>	
------------------------------------	--

<b>14. Contact name:</b>	David Lindsay
--------------------------	---------------

<b>15. Contact telephone number:</b>	020 7677 5468
--------------------------------------	---------------