



Caledonia Mining Corporation

Suite 1201 ? 67 Yonge Street ? Toronto
Ontario ? Canada ? ME 1J8
Tel: +1(416) 369-9835
Fax: +1(416) 369-0449
www.caledoniamining.com



PRESS RELEASE

Toronto, Ontario – January 2, 2008: Caledonia Mining Corporation (“Caledonia”) (TSX: CAL, NASDAQ-OTCBB: CALVF and AIM:CMCL) wishes to announce the resignation of Roland Fasel, of Geneva, Switzerland, as a Director of the Company – for personal reasons - effective December 31, 2007. Caledonia’s Board and Management acknowledge and thank Mr. Fasel for his contributions to Caledonia during his time as a Director.

For more information, please contact:

Stefan Hayden
President & CEO
Caledonia Mining
Tel: +27 11 447 2499

Alex Buck
BuckBias
Tel: +44 7932 740 452

Andrew Smith/ Johanna Virtanen
RBC Capital Markets
Tel: +44 (0)20 7029 7882

Further information regarding Caledonia’s exploration activities and operations along with its latest financials may be found at www.caledoniamining.com.