



CHANGE OF ADVISER

Toronto, Ontario – January 27, 2011: Caledonia Mining Corporation (“Caledonia”) (TSX: CAL, NASDAQ-OTCBB: CALVF, AIM: CMCL) is pleased to announce that it has appointed Collins Stewart Europe Limited as its Nominated Adviser and Broker with immediate effect.

This appointment has been made *inter alia* to assist Caledonia’s marketing efforts to Institutional Investors in the United Kingdom and Europe.

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

PRESS RELEASE