



Exercise of Options

Toronto, Ontario November 21 2012: Caledonia Mining Corporation (“Caledonia” or the “Company”) (TSX: CAL, OTCQX: CALVF, AIM: CMCL), received notice on November 20 2012 that Mark Learmonth, a Person Disclosing Managerial Responsibility (PDMR) of the Company exercised options over an aggregate 562,500 ordinary shares in the Company (“Ordinary Shares”) at an exercise price of \$0.07 Cdn per share.

Following this transaction, Mark Learmonth and persons connected to him are interested in 920,000 Ordinary Shares representing approximately 0.2 per cent. of the Company's issued ordinary share capital, all of which are held beneficially.

Following this notification, the Company has 508,461,803 Ordinary Shares in issue.

For more information, please contact:

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