

**Caledonia Mining Corporation**  
**(TSX: CAL, OTCQX: CALVF, AIM: CMCL)**  
**Share Purchase**

**January 18, 2016:** Caledonia Mining Corporation (“Caledonia”) announces that David Henderson, a non-executive director of Caledonia has purchased 17,200 common shares in Caledonia at 87 Canadian cents per share.

Following this transaction, Mr Henderson's total beneficial holding is 17,200 ordinary shares representing 0.03 per cent of the issued ordinary share capital of Caledonia.

For further information please contact:

**Caledonia Mining Corporation**

Mark Learmonth

Tel: +27 11 447 2499

[marklearmonth@caledoniamining.com](mailto:marklearmonth@caledoniamining.com)

**WH Ireland**

Adrian Hadden/Nick Prowting

Tel: +44 20 7220 1751

**Blytheweigh**

Tim Blythe/Camilla Horsfall/Megan Ray

Tel: +44 20 7138 3204