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Caledon Resources plc
ABN-AMRO Qld Energy Conference
18 November 2008

FORWARD LOOKING STATEMENT DISCLAIMER

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In particular, Coal Reserve and Resource estimates are expressions of judgement based on knowledge, experience and industry practice, and by their nature are imprecise. No assurance can be given that the estimated Coal Reserves and Resources will be recovered or that they will be recovered at the rates estimated.

The reader is cautioned not to place undue reliance on forward-looking statements.

Caledon snapshot

- Operating the Cook coking coal mine
- Positive cash flow and robust treasury
- No funding requirements over short to medium term
- Growth in 2009 via ramp-up of Cook
- Future growth via potential development of Minyango or further expansion of Cook
- Market cap (approx A$93m) now 55% of ABN-AMRO Oct 08 valuation of just the Minyango prospect

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Cook Forecast Production

	2008 Kt's	2009 Kt's
Raw Coal	600	1100
Coking	425	765
Thermal	75	135
Total Saleable	500	900

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Treasury

	A$m
Cash on hand 30 June 2008	15.6
Approx cash on hand 14 November 2008	40.0

Debt

£21.2m (A$49m) convertible notes

- Conversion – July 2010
- Price – 50p
- Coupon - 8.5%

Focus at Cook

- Review strategies to drive cost reduction
- Drive roadways from the new pit bottom drift in preparation for the first Magatar panel in this area
- Secure 4 new cars for the Prairie haulage system
- Commission the new thermal coal reclaim system

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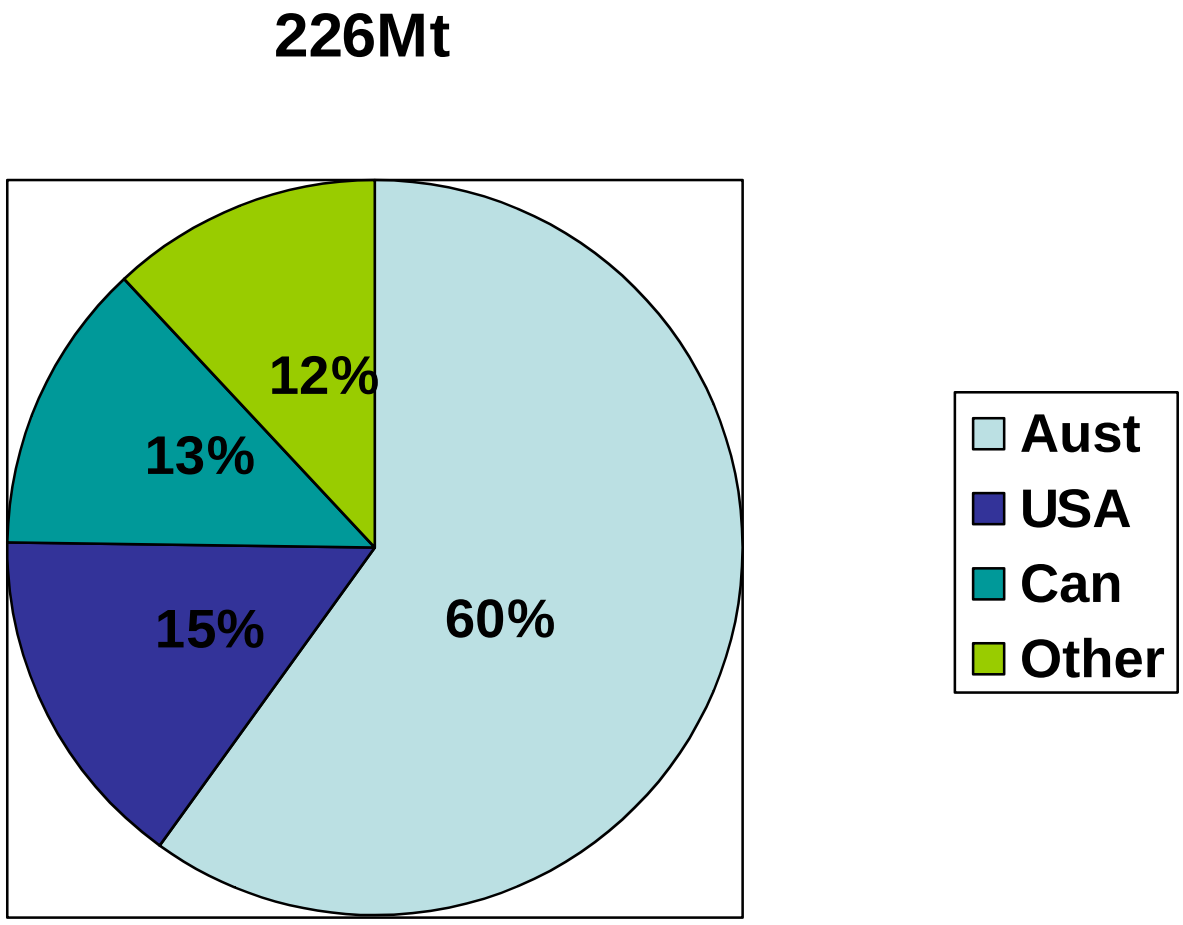
2008 Seaborne Metcoal Supply



Source: Macquarie Bank

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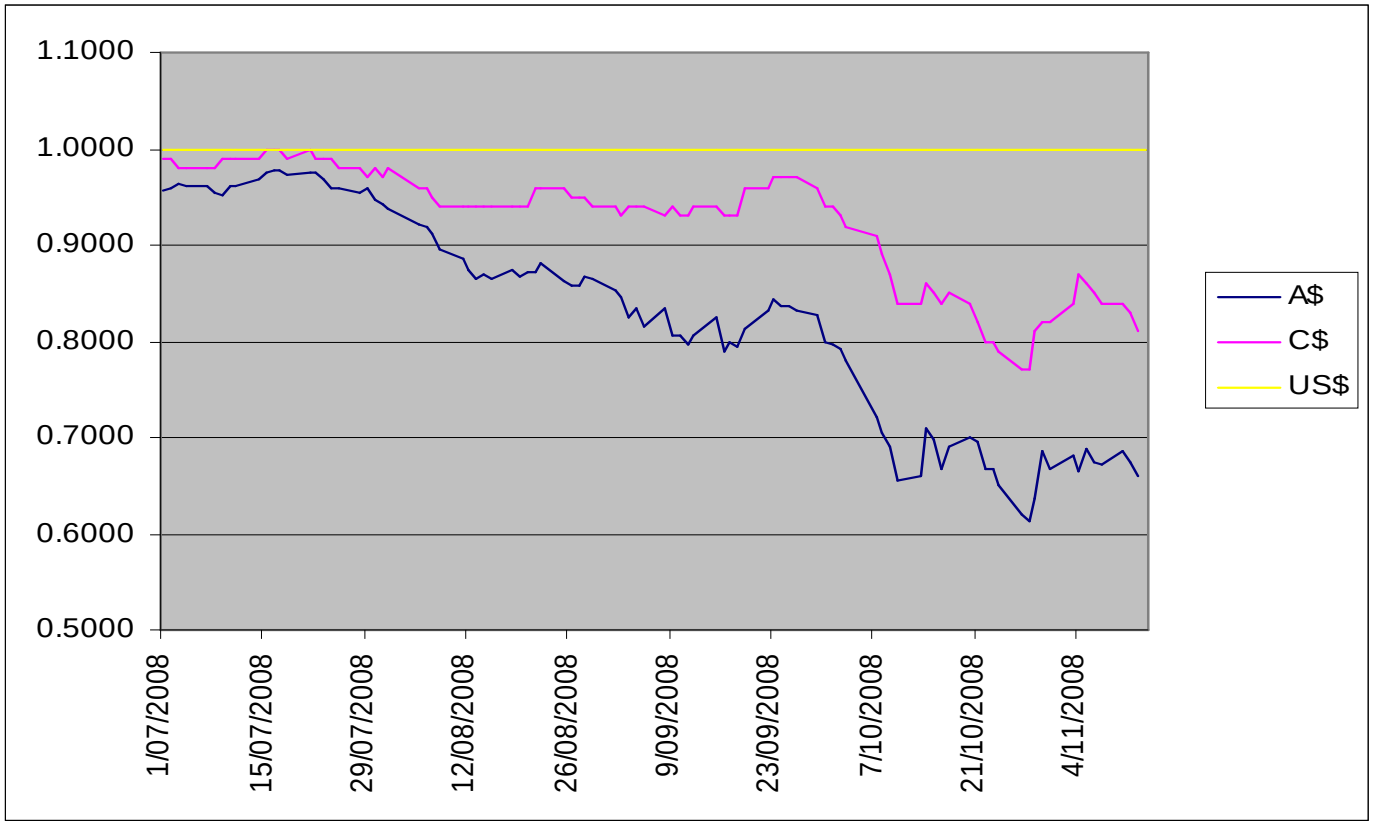
Rapid Re-alignment of Exchange Rates



Australia's competitiveness significantly improved versus the US and Canada

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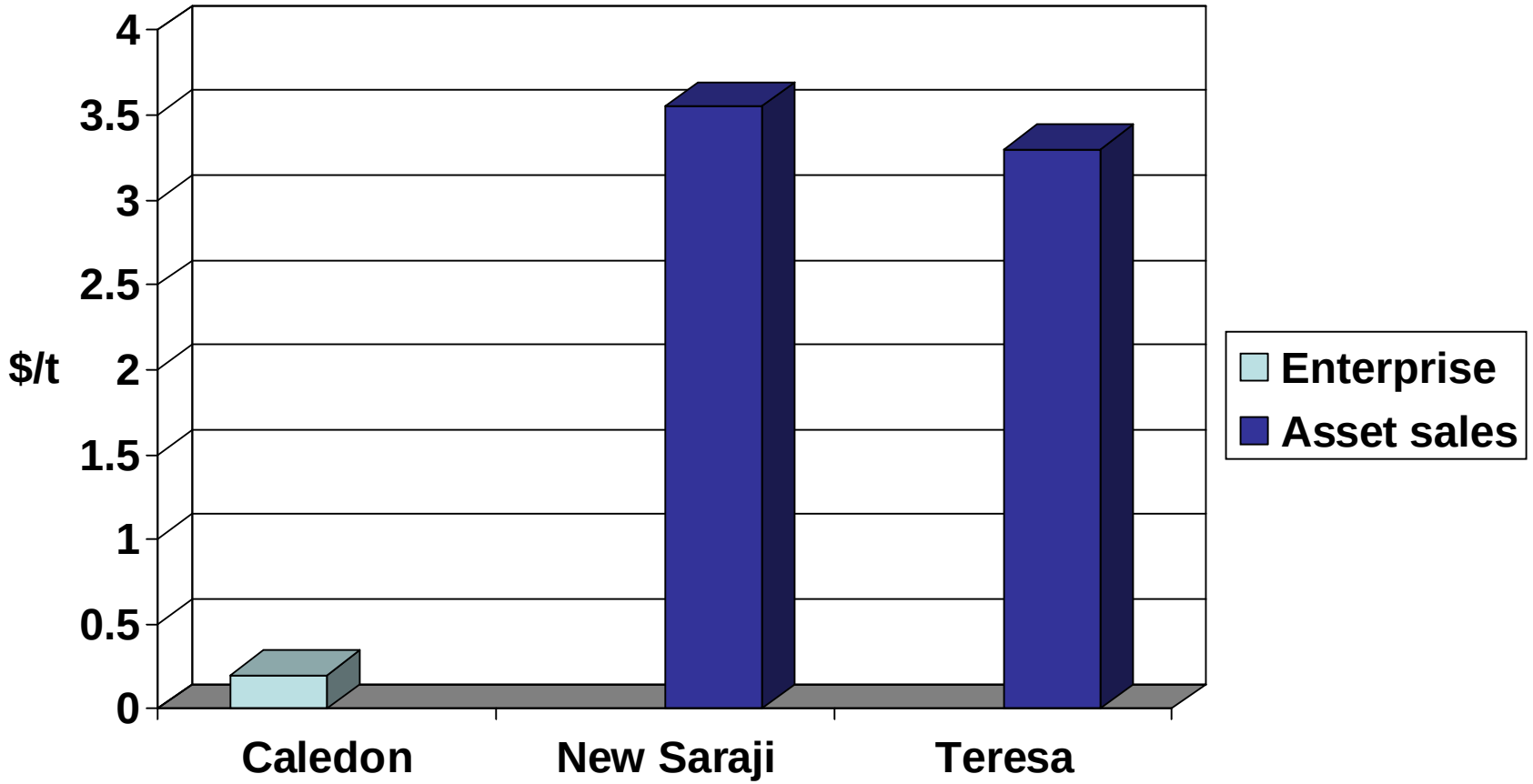
Caledon V ASX Metals & Mining Index



Ave daily AIM volume around 1.5m

Recent Underground Coking Coal Resource Valuations



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Underground Coking Coal Deposit Valuations

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Recent Underground Coking Coal Deposit Sales					
	Deposit	**Buy/Sell**	**Tonnage**	**Price**	**Price/t**
17-Jul-08	New Saraji	BMA/New Hope	690Mt	$2.45b	$3.55
5-Sep-08	Teresa	Xinwen/Linc	400-500Mt	$1.5b	$3.30

Caledon Enterprise Value					
	Mine/Deposit		**Tonnage**	**Market Cap**	**Price/t**
13 Nov 08	Cook & Minyango		468Mt	$93m	$0.20

Caledon JORC[1] Resources

	Resource Measured	Resource Indicated	Resource Inferred	Resource TOTAL
Cook	93	83	-	176
Minyango	53	94	145	292
TOTAL	**146**	**177**	**145**	**468**

Minyango pre-feasibility scoping study commenced

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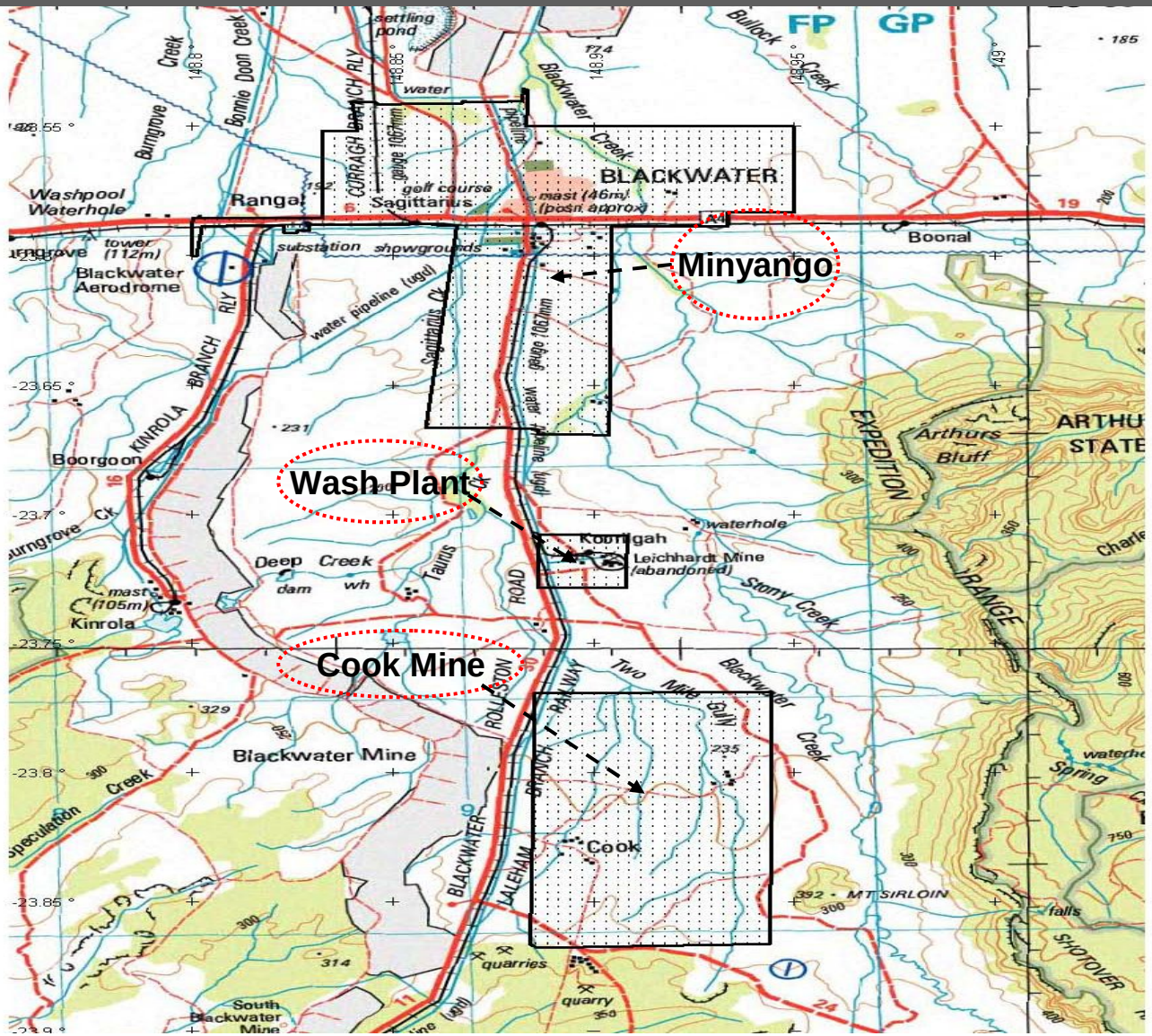
Cook Mine, CHPP and Minyango Leases



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[1]The information in this Presentation relating to Cook and Minyango Coal Resources is based on information compiled by Mr Patrick Hanna who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Hanna is the Principal of Hanna Consulting Services Pty Ltd. Mr Hanna has sufficient experience, which is relevant to the style of mineralisation and the type of deposit under consideration and to the activity which he is undertaking, to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" and consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.