

# CALLINAN

ROYALTIES

March 3, 2011

TSXV: CAA  
Release 11-09

## Callinan Mines Publishes 2<sup>nd</sup> Quarter Financial Results

VANCOUVER, Canada -- Callinan Mines (TSX.V – CAA, OTC – CCNMF) is pleased to report financial performance for the six month period ending December 31, 2010.

	Six Months ending December 2010
<b>Operating summary</b>	
Revenue	\$10,609,554
Operating Income	8,590,772
Net earnings	6,443,079
<b>Financial position</b>	
Working capital (i)	\$23,757,695
<b>Per share</b>	
Net income per share (before tax)	\$0.19
Net income per share (after tax)	\$0.14

(i) Working capital consists of current assets less current liabilities

Increases in revenue and operating income are a reflection of increased royalty payments derived from the company's royalty assets. Expenditures during the period advanced the exploration of the company's mineral assets at the Gossan Hill and Herblet Lake, project in Northern Manitoba, and at the Coles Creek property in Northern BC. Callinan Mines is currently refining a plan to organize its exploration assets into a separate company, to be distributed to Callinan shareholders, and to focus its efforts on the development of its royalty portfolio. Details of this plan of arrangement will be published as soon as they are available.

On Behalf of the Board of Directors,

*Tamara Edwards*

Tamara Edwards  
CFO

For more information, please visit [www.callinan.com](http://www.callinan.com).

### Cautionary Statement on Forward-Looking Information

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release. Certain of the information presented in this News Release may constitute "forward-looking statements" or "forward-looking information" within the meaning of Canadian securities legislation (together referred to as "forward-looking statements"). The forward-looking statements are subject to risks, uncertainties and other factors that may cause actual results to be materially different from those expressed or implied by such forward-looking statements, including any delays in the receipt of consents or approvals. Although Callinan Royalties has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results not to be as anticipated, estimated or intended. There can be no assurance that such statements will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements contained in this News Release and in any document referred to in this News Release. Forward-looking statements are made based on management's beliefs, estimates and opinions on the date the statements are made and Callinan Royalties undertakes no obligation to update forward-looking statements if these beliefs, estimates and opinions or other circumstances should change, except as required by applicable law.