



CLINE MINING NEW ELK COAL MINE DEVELOPMENT

Toronto, Ontario, Canada June 30, 2009. Cline Mining Corporation (“Cline” or the “Company”) (TSX:CMK). Cline Mining announces that it has now re-opened access to its New Elk coal mine, following successful completion and continuous operation of the newly installed mine air ventilation system, which now provides air to the mine at fully compliant operational mining air quality standards. The mine was entered by opening the main East Portal ramps located at the plant site. This ramp provides miner man-way and materials and equipment access into the mine and a separate belt-slope which delivers raw coal production from the mine into the adjacent coal preparation plant. The requisite regulatory approvals and authorizations have been issued as required, and the company’s operational activities are monitored on site by the Mine Safety and Health Administration (“MSHA”).

The New Elk mine is designated an ‘Active’ coal mine and full regulatory compliance is strictly observed in all operations and activities. With access now available, the Company will enter and inspect the mine, roadways and coal seams, confirm conditions, develop the formal New Elk mine plan and will be in a position to recommence coal mining, subject to final regulatory approval of the formal New Elk mine plan and completing installation of the mining and handling equipment and production facilities.

Photographs of the mine seal breaking and opening, mine surface installations, plant site and infrastructures will be posted on the Company’s website at clinemining.com.

The New Elk Coal mine assets include a coal preparation plant with a designed production capacity of 550 tons per hour, product coal silos and rail load-out, buildings, railway right of way, surface real estate, mining equipment, conveyor systems, electrics, underground workings with mine portal access from the plant site, mine permit and coal waste dump. The mine is accessed directly by paved highway from the town of Trinidad, southern Colorado.

The New Elk Coal coal mine property contains 315,000,000 tons of National Instrument 43-101 (“NI 43-101”) compliant in-place metallurgical steel making and thermal grade coals, which are detailed in the May 2008 43-101 Technical Report from Behre Dolbear & Company Ltd. to Cline. Mr. Gardar G. Dahl Jr. C.P.G. is the NI 43-101 Qualified Person for the Report. The complete NI 43-101 is available on the Cline website www.clinemining.com and on SEDAR at www.sedar.com.

As earlier reported, the Company plans to bring the New Elk coal mine back into commercial production as soon as possible. On completion of the full capital and refurbishment program the coal plant and mine is planned to eventually have the capacity to produce 3 million tons of high quality metallurgical steel making coal per annum. The mine is also capable of producing high-quality thermal coal. Coal production is planned to increase systematically with the re-installation of the steel railway line on the right of way from the mine connecting to the Burlington Northern Railroad system at the local town of Trinidad. The BNR is able to service continental customers as well as export coal terminals on both the Pacific and Atlantic coasts to reach the global sea-borne trade.

Cline is presently in discussions with financial institutions and financially interested groups with a view to obtaining on-going financing to bring New Elk into commercial production at its full planned rate of 3 million tons of coal annually, as described. The Company has sufficient funds for its immediate purpose and is now providing for its near future and continuing requirement.

About Cline Mining

In addition to New Elk Coal, Cline has significant additional metallurgical coal property interests in British Columbia, Canada with Canadian Instrument 43-101 compliant independent Technical Reports. The total 43-101 reported measured, indicated and inferred coal in the Cline Canadian coal resources and in New Elk Coal exceeds 800 million tonnes. Cline Mining Corporation is a mine development company focused on the exploration and development of metallurgical steel making coals in Canada and the U.S. iron ore in Madagascar and gold in northern Ontario, Canada.

CLINE MINING CORPORATION
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Forward Looking Information

All statements, other than statements of historical fact, contained in this news release, including any information as to the Company's current expectations with respect to the potential acquisition and future development of the New Elk Coal Properties, constitute "forward-looking information" within the meaning of applicable securities laws. Words such as "intend", "may", "will", "plan", "potential" or similar words suggesting future outcomes identifies forward looking information, which is, by its very nature, not a guarantee of Cline's future operational or financial performance, and are subject to risks and uncertainties, both known and unknown, as well as other factors that could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information made by, or on behalf of, the Company. Readers are cautioned not to place undue reliance on forward-looking information. By its nature, forward-looking information involves numerous assumptions, known and unknown risks and uncertainties, of both a general and specific nature, that could cause actual results to differ materially from those suggested by the forward-looking information or contribute to the possibility that predictions, forecasts or projections will prove to be inaccurate. These factors include, but are not limited to: uncertainty related to the Company's title to its properties; liabilities inherent in coal mine development and production; geological, mining and processing technical problems; the Company's inability to obtain required mine licenses, mine permits and regulatory approvals required in connection with mining and coal processing operations; dependence on third party coal transportation systems; competition for, among other things, capital, acquisitions of reserves, undeveloped lands and skilled personnel; changes in commodity prices and exchange rates; changes in steel-making methods and other technological changes; the oversupply of, or lack of demand for, metallurgical coal; currency and interest rate fluctuations; various events which could disrupt operations and/or the transportation of coal products, including labour stoppages and severe weather conditions; the demand for and availability of rail, port and other transportation services; the other factors discussed under "Risk Factors" in Cline's 2007 Annual Information Form; and management's ability to anticipate and manage the foregoing factors and risks. Information relating to the magnitude or quality of mineral deposits is deemed to be forward-looking information.

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The reliability of such information is affected by, among other things: uncertainty of estimates of their size or composition; uncertainty of projections relating to costs or production, transportation or estimates of market prices for products; the possibility of delays in mining activities; changes in plans with respect to exploration, development projects or capital expenditures; and various other risks including those relating to health, safety and environmental matters. The Company cautions that the list of factors set forth above is not exhaustive. Some of the risks, uncertainties and other factors which negatively affect the reliability of forward-looking information are discussed in the Company's public filings with the Canadian securities regulatory authorities, including its most recent management information circular, annual report, quarterly reports, material change reports and news releases. Copies of the Company's Canadian public filings are available at www.sedar.com. The Company further cautions that information contained on, or accessible through, this website is current only as of the date of such information and may be superseded by subsequent events or filings. Except as required by applicable securities laws, the Company undertakes no obligation to update publicly or otherwise revise any information, including any forward-looking information, whether as a information, future events or other such factors that affect this information.

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