

Colorado Goldfields, Inc.

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www.cologold.com

Ticker: **CGFIA**
(OTC:BB)



Business Description

Colorado Goldfields Inc. (OTCBB:CGFIA), <http://www.cologold.com>, is a Denver-based junior exploration and mining company primarily exploring for gold and silver. Our seasoned management team targets historic gold camps with strong potential for multiple deposit discovery. Currently, our business model in Colorado provides an outstanding combination of former producing properties with excellent exploration and production potential and a currently inactive, modern 500 to 700 ton per day capacity mill facility to allow for an attractive short-term production time frame. We expect that this strategic plan will allow Colorado Goldfields to reach its goal of profitability, potentially within the next 18 months.

Pride of the West Mill

A modern gravity and flotation mill with up to 700 tons per day capacity. It is located within nine miles of all three mines. and is the only mill in the area. Toll milling for neighboring mines provides an additional revenue stream and the opportunity for future joint venture or acquisition opportunities

Brooklyn Mine

Approximately 600 acres of patented and unpatented claims located along the historic Brooklyn Mine. Since its discovery around 1900, the Brooklyn Mine has consistently produced exceptionally high-grade gold ore. An historic resource estimate of \$13.8 million (14,535 ounces of gold times \$950 per ounce) at a grade of 0.69 ounces per ton contained in two established and accessible ore shoots.

King Solomon Mine

The King Solomon Mine is located on the southern flank of King Solomon Mountain, just a few hundred yards up the mountain from the first discovery of gold in the San Juan Mountains in Little Giant Basin. Opened in 1876, the mine was in production until 1883. The King Solomon Mine located within 2 miles of the Company's Pride of the West Mill.

Milestones

Jul 2008 – Feb 2009
Surface drilling

Feb 2009 – Nov 2009
Mill Rehabilitation
Acquisition Rollups

Dec 2009 – May 2010
Mill Re-activation

May 2010 – Dec 2010
Begin Production
Toll/Custom milling
Brooklyn Ore

Management Team

Lee R. Rice CEO & President
C. Stephen Guyer CFO
John Ferguson Director, Operations
Jonathan Moore Geologist
Debbie Cokes Environmental Affairs
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Company Information

Symbol / Market: CGFIA / OTC:BB
Shares authorized: 2,500 MM
Shares outstanding: 950.1 MM
Assets: \$16.6 M+ (market value)
Public float: 630.0 MM
Average volume (3): > 7 MM/day

See the Company's annual report:

<http://www.sec.gov/Archives/edgar/data/1344394/000095012309063920/c92848e10vk.htm>

Financial Pro Forma

Revenue:	FY09 – \$0M	FY10 - \$10M	FY11 - \$22M	FY12 - \$36M
Gross Margin:		37%	45%	49%

This press release contains forward-looking statements within the meaning of United States Section 27A of the Securities Act of 1933 as amended, and Section 21E of the Securities Exchange Act of 1934 as amended. Investors are cautioned that these forward-looking statements involve uncertainties and risks that could cause actual performance and results of operations to differ materially from those anticipated by these statements. These risks and uncertainties include issues related to the ability to: obtain sufficient funding to continue operations, maintain adequate cash flow, profitably exploit new opportunities, and the unpredictable nature of business risks; as well as other factors set forth in the Company's most recently filed SEC reports. The forward-looking statements contained herein represent the Company's judgment as of the date of this release and it cautions readers not to place undue reliance on such statements. The Company assumes no obligation to update the statements contained in this release.