



#1000, 407-2nd Street SW
Calgary, Alberta T2P 2y3
Telephone: (403) 261-2890
Fax: (403) 265-2223
E-mail: info@celticminerals.com
Web Site: www.celticminerals.com

Trading Symbol: CME:TSX-VEN
Shares Outstanding: 59,927,626

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ACQUISITION OF NEWFOUNDLAND COPPER PROJECT

Celtic Minerals Ltd., (CME:TSX-VEN) is pleased to announce that it has entered into an option agreement with Kat Exploration Inc., a private Newfoundland based mineral exploration company, to acquire a 75% interest in the Colliers River copper project, near Conception Bay, Newfoundland. A diamond drill has been mobilized to the property and drilling is underway.

Colliers River Copper Prospect

The Colliers River copper prospect was discovered in the 1850's but has never been the focus of a drilling program. A vertical shaft, reportedly 30m in depth, was documented in the 1850's near the main area of mineralization. The prospect lay dormant until the summer of 2006 when local prospectors stripped the overburden surrounding the historic shaft and exposed an area measuring approximately 40m x 15m (600 m²). When the bedrock was washed, a fractured mafic volcanic flow and flow breccia containing an abundance of copper filled micro fractures were seen extending to the limit of the stripped area for approximately 10-15m and adjacent to a southwest trending shear zone. Copper minerals identified include bornite, chalcopyrite and covellite. Seven grab samples were collected from the exposure and the average values of all samples assayed 8.65% copper and 61.59 g/t silver. The seven samples ranged from .09% to 23.6% copper and from 0.3 g/t to 236.3 g/t silver. A subsequent channel sample was cut by another exploration company during a site visit, using a diamond saw blade, and averaged 11m @ 1.48% copper and 6.63 g/t silver.

The potential quantity and grade is conceptual in nature and there has been insufficient exploration to define a mineral resource and it is uncertain if further exploration will result in the target being delineated as a mineral resource.

Celtic's current drill program will consist of three to four short holes as an initial test to undercut the mineralized outcrop and to get further sub-surface information on the orientation and controls of the copper system.

A preliminary interpretation of the style of mineralization would indicate a fissure/fracture controlled flow top copper system that resembles a Volcanic Redbed Copper or Mantos type environment of deposition. Examples of these deposits are most widely known from the Keweenaw Peninsula of northern Michigan and from numerous deposits throughout Chile. From 1845 to 1968, the native copper district of northern Michigan produced in excess of 5 Mt of copper metal, making it a major copper district. In Chile, numerous mines have operated and continue to operate including the large Mantos Blancos deposit.

Terms of Deal

The Colliers River property covers 500 hectares and the agreement grants Celtic the right to earn a 75% interest over three years by incurring aggregate expenditures of \$300,000 on the Property; and by making aggregate payments to Kat Exploration totaling \$125,000, and an aggregate 175,000 share payment from Celtic. Celtic also has a right of first refusal to purchase the remaining 25% interest in the property. Additionally, Celtic has staked a contiguous parcel of ground containing 1,875 hectares that will be included in the area of influence covering the agreement with Kat. Celtic has a firm commitment for exploration expenditures of \$50,000 and to make a cash payment of \$20,000 and 25,000 Celtic shares. The agreement is subject to the approval of the TSX Venture Exchange.

Paul Delaney, P.Geo., project geologist for Celtic Minerals Ltd. is the qualified person who has reviewed the content of this news release.

Celtic encourages the public to visit its website at www.celticminerals.com for updated information on the Colliers River property or to email us at info@celticminerals.com to be added to the Company's e-mail list for press releases and updates.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

For further information, please contact:

Kevin Flaherty, Chairman and CEO
Celtic Minerals Ltd.
Phone: (403) 261-2890
Fax: (403) 265-2223

Barry Greene, Vice President, Exploration
Celtic Minerals Ltd.
Phone: (709) 489-6480
Fax: (709) 489-7092