

**CANADA FLUORSPAR INC.**  
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**NEWS RELEASE**  
TSX Venture Exchange  
Trading Symbol: CFI

**The Federal Environmental Assessment Screening Report Issued for  
Fluorspar Mine Reactivation and Marine Terminal Construction in St.  
Lawrence, Newfoundland and Labrador**

November 1, 2010 - FOR IMMEDIATE RELEASE

TORONTO, Ontario – November 1, 2010 - Canada Fluorspar Inc. (TSX-V: CFI) (the “**Company**”) today announced that it has received the Federal Environmental Assessment Screening Report from the Federal Government in respect of the Company’s proposed fluorspar development project in St. Lawrence, Newfoundland and Labrador (the “**Project**”). The report concluded that “the Project is not likely to cause significant adverse environmental effects with the application of the mitigation measures specified in the report”, and as such the Federal Government has released the Project from further environmental assessment.

“We are extremely pleased with the Federal Government’s decision,” noted Lindsay Gorrill, President and CEO of the Company. “This is another important step in advancing Canada Fluorspar’s development project in St. Lawrence, specifically by obtaining the required environmental and construction permits.”

Approvals from the Federal Government closely followed environmental approval from the Government of Newfoundland and Labrador. Both pave the way for the Company to pursue its stated objectives of commencing construction of its mine, mill, tailings facilities and wharf in the second half of 2011.

Canada Fluorspar is a specialty mineral company engaged in the development and production of fluorspar deposits, the source mineral for fluorine, in St. Lawrence, NL.

For more information please see: [www.canadafluorspar.com](http://www.canadafluorspar.com)

*“Neither 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.”*

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*Cautionary Note Regarding Forward-Looking Information:*

*This news release may contain forward-looking statements including but not limited to the future development of the St. Lawrence project and the Company's ability to meet the contemplated construction timeline, all of which may include estimates, plans, expectations, opinions, forecasts, projections, guidance or other statements that are not statements of fact. Although the Company believes that the expectations reflected in such forward-looking statements are reasonable, it cannot give any assurance that such expectations will prove to be correct. Results of the Company may be affected by a variety of variables and risks including but not limited to obtaining the necessary permits and financing to continue the development of the St. Lawrence project. The Company must obtain future financing to continue the development of the St. Lawrence project and there is no guarantee or assurance that such financing shall be obtained. There is no guarantee or assurance that the development of the St. Lawrence project will ever be completed or put into operation. As such the future plans and objectives of the Company are forward-looking statements that involve risks and uncertainties and may be based on assumptions that could cause actual results to differ materially from those anticipated or implied in such statements. The Company has, in part, relied on information, reports and forecasts provided by third parties involved in the industry and by the Company's management in estimating the contemplated construction timeline and planning the future development of the St. Lawrence project. Such information includes but is not limited to the necessary permits and operational steps to be taken in developing the St. Lawrence project, the timing required to obtain such permits or take such operational step, and the availability of capital to finance the development of the Company when needed and there is no assurance that the assumptions, forecasts or information relied upon by the Company are correct, or will not be affected by events or circumstances beyond the control of the Company. The Company's forward-looking statements are expressly qualified in their entirety by this cautionary statement. Unless otherwise required by applicable securities laws, the Company does not intend nor does it undertake any obligation to update or review any forward-looking statements to reflect subsequent information, events, results or circumstances or otherwise.*