



Suite 880 609 Granville Street  
Vancouver, British Columbia  
V7Y 1G5  
Canada

Telephone: (604) 683-7588

## NEWS RELEASE

### **Galena Enters into Agreement Disposing of its Interest in the Mercedes Property**

*Vancouver, BC, February 22, 2011* - Further to its news releases of October 21, 2010 and January 28, 2011, **Galena Capital Corp. (TSXV:FYI)** ("Galena") announces that it has entered into a Termination and Settlement Agreement (the "Agreement") with Parlane Resource Corp. ("Parlane") and Rodolfo Cuevas Coffey ("Coffey") the owner of the Mercedes Property (the "Property") located in Mexico. Galena and its wholly-owned Mexican subsidiary Norma Mines S.A. de C.V. ("Norma Mines") had entered into a Letter of Intent (the "LOI") with Parlane wherein Norma Mines had agreed to assign to Parlane its 70% interest, subject to a 1% NSR payable to Galena, in any profits arising from the exclusive exploration and exploitation rights in and to the Property. The Property is located approximately 200 kilometres southeast of Hermosillo, in the state of Sonora, Mexico and consists of three contiguous mineral claims totaling 360 hectares. Parlane has paid \$25,000 to Galena pursuant to the LOI.

The Agreement provides for the following:

1. Parlane and Galena terminate the LOI announced on October 21, 2010;
2. Galena and Norma Mines terminate their agreement with Coffey, effectively giving up their right to earn a 70% exploitation and profit interest in the Property;
3. In consideration of the termination of their agreement with Coffey, Galena will receive a 1% NSR payable on gold or other metals produced from the Property after 50,000 gold equivalent ounces of metal have been produced by Parlane. If Parlane sells or abandons the Property, the NSR shall apply to all production from the Property;
4. Parlane will pay to Galena the following:
  - a. \$15,000 within 15 days of execution of the Agreement;
  - b. an additional \$75,000 within 12 months of the date of the Agreement.

Parlane, through its wholly-owned Mexican subsidiary, has entered into an Option Agreement directly with Coffey for the acquisition of a 100% interest in the Property, subject to the 1% NSR to Galena, in consideration of:

1. an initial payment of US\$25,000;
2. an additional US\$25,000 within six months;
3. a final payment of US\$450,000 within 12 months.

Upon full payment of the US\$500,000, Coffey is required to immediately transfer all right, title and interest in the Property to Parlane and register ownership in the name of Parlane's Mexican subsidiary.

*ON BEHALF OF THE BOARD OF DIRECTORS  
GALENA CAPITAL CORP.*

<p><b>For further information contact: Suite 880, 609 Granville Street, Vancouver, British Columbia, V7Y 1G5, Canada Tel: (604) 683 - 7588 Fax: (604) 683 - 7589</b></p>
--

***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.***

FORWARD-LOOKING STATEMENTS

Certain statements made and information contained herein constitute "forward-looking information" (within the meaning of applicable Canadian securities legislation). Such statements and information (together, "forward looking statements") relate to future events or the Company's future performance, business prospects or opportunities. Forward-looking statements include, but are not limited to, statements with respect to, the successful completion of negotiations respecting the sub-licensing of the patented technology, future production levels, future capital expenditures and their allocation to exploration and development activities, and expected operating capacity, that are based on forecasts of future results, estimates of amounts not yet determinable and assumptions of management.

All statements other than statements of historical fact may be forward-looking statements. Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, assumptions or future events or performance (often, but not always, using words or phrases such as "seek", "anticipate", "plan", "continue", "estimate", "expect", "may", "will", "project", "predict", "potential", "targeting", "intend", "could", "might", "should", "believe" and similar expressions) are not statements of historical fact and may be "forward-looking statements". Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. The Company believes that the expectations reflected in those forward-looking statements are reasonable, but no assurance can be given that these expectations will prove to be correct and such forward-looking statements should not be unduly relied upon.

The Company does not intend, and does not assume any obligation, to update these forward-looking statements, except as required by applicable laws. These forward-looking statements involve risks and uncertainties relating to, among other things, results of exploration and development activities, uninsured risks, regulatory changes, defects in title, availability of materials and equipment, timeliness of government or other regulatory approvals, actual performance of facilities, availability of financing on reasonable terms, availability of third party service providers, equipment and processes relative to specifications and expectations and unanticipated environmental impacts on operations. Actual results may differ materially from those expressed or implied by such forward-looking statements.