



**Mountain Lake Resources Inc.**

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## **News Release**

### **Mountain Lake Announces Private Placement**

**Port Williams, NS – October 3, 2006 – Mountain Lake Resources Inc. (TSX-V: MOA)** (“Mountain Lake” or the “Company”) announces that it has negotiated a private placement with MineralFields Group to raise \$500,000 for further Canadian exploration work (the “Financing”), by the issuance of 833,334 units (the “Units”) at a price of \$0.60 per Unit. Each Unit will consist of one flow-through common share (the “FT Shares”) and one non flow-through share purchase warrant (the “Warrants”). Each Warrant will be transferable and will entitle the holder to purchase one additional non flow-through common share, exercisable at a price of \$0.85 per share during the first year and \$1.00 per share during the second year from the date of closing of the Financing. The FT Shares will entitle the holder to receive the tax benefits applicable to flow-through shares, in accordance with provisions of the *Income Tax Act* (Canada).

MineralFields will receive a commission of 5% on the gross proceeds raised, payable in cash and shares, a due diligence fee of \$15,000 plus GST, and agent’s share purchase warrants to purchase up to 66,667 shares, exercisable at \$0.60 for two years from the closing date of the Financing.

The Company will use the net proceeds from the Financing for further drilling and exploration work on its Bobby’s Pond Property.

#### **About Mountain Lake Resources Inc.**

Mountain Lake Resources Inc. (TSX-V: MOA) is a diversified junior mining and exploration company whose corporate strategy is to build shareholder value through the exploration and development of economically viable mineral properties. The Company is debt free and has 20,206,771 shares issued and outstanding. Current projects include: a 100% interest in the Bobby’s Pond Base Metal Project; the Valentine Lake Gold Project, in which Richmond Mines Inc. is earning a 70% interest; and a 25% stake in Etruscan Diamonds (Pty) Limited of South Africa, a producing diamond miner. *For more information visit:* [www.mountain-lake.com](http://www.mountain-lake.com)

#### **About MineralFields**

MineralFields Group (a division of Pathway Asset Management) is a Toronto-based mining fund with significant assets under administration that offers its tax-advantaged super flow-through limited partnerships to investors throughout Canada during most of the calendar year, as well as hard-dollar resource limited partnerships to investors throughout the world. Information about MineralFields Group is available at [www.mineralfields.com](http://www.mineralfields.com)

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ON BEHALF OF THE BOARD OF DIRECTORS

*s/“Allen Sheito”*

President & Chief Executive Officer

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