



**Mountain Lake Resources Inc.**

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## **News Release**

# **Mountain Lake Announces Private Placement**

*Up to \$1,350,000 to be raised*

**Halifax, Nova Scotia – October 3, 2008 – Mountain Lake Resources Inc. (TSX-V: MOA) (“Mountain Lake” or the “Company”)** is pleased to announce it is arranging a non-brokered private placement (the “Offering”) to raise \$1,350,000. Under the terms of the Offering, the Company will place up to 2,500,000 flow-through share units (the “FT Units”) and 1,000,000 common share units (the “Units”).

Each FT Unit will be offered at a price of \$0.40 and will consist of one flow-through share and one-half of a transferable common share purchase warrant (the “FT Warrants”), with each full warrant exercisable at a price of \$0.50 per common share for a period of 24 months following the close of the offering. The Company has the right to accelerate the expiry date of the FT Warrants if the volume weighted average closing price of the Company’s common shares, as traded on the TSX Venture Exchange, exceeds \$1.00 per share for more than 20 consecutive trading days. In that event, the FT Warrants will expire 30 days after the Company has given notice of the accelerated expiry to the FT Warrant holders.

Each Unit will be offered at a price of \$0.35 and will consist of one common share and one-half of a transferable common share purchase warrant (the “Warrants”), with each full warrant exercisable at a price of \$0.42 per common share for a period of 24 months following the close of the offering. The Company has the right to accelerate the expiry date of the Warrants if the volume weighted average closing price of the Company’s common shares, as traded on the TSX Venture Exchange, exceeds \$0.84 per share for more than 20 consecutive trading days. In that event, the Warrants will expire 30 days after the Company has given notice of the accelerated expiry to the Warrant holders.

The Company has engaged Citadel Securities Inc. and Scarsdale Equities LLC (the “Agents”) on a non-exclusive basis to assist in the completion of the Offering. Upon closing, the Company will pay a commission equal to 7% of the gross funds raised by the Agents, which will be payable in cash or Units. The Company will also issue broker warrants (the “Broker Warrants”) equal in number to 7% of the aggregate number of units sold by the Agents. The Broker Warrants will be exercisable at a price of \$0.35 per common share for a period of twenty-four (24) months from Closing. The Broker Warrants are subject to the same accelerated expiry as the Warrants.

The net proceeds from the Offering will be used to finance the Company’s fall/winter exploration and development programs, and for general working capital purposes.

The offering is subject to TSX Venture Exchange approval. All securities issued in connection with this offering will be subject to a four-month hold period in accordance with securities regulation.

About Citadel Securities Inc.

Citadel Securities is a full service, employee owned investment dealer headquartered in Halifax, Nova Scotia. Citadel is a member of the Investment Industry Regulatory Organization of Canada, the Canadian Investor Protection Fund, and a Participating Member of the TSX Venture Exchange. Citadel provides professional, personalized investment advice and services to private and institutional investors. Visit: [www.citadelsecurities.ca](http://www.citadelsecurities.ca)

About Scarsdale Equities, LLC

Scarsdale Equities LLC is a registered broker/dealer, SPIC and FINRA member firm headquartered in New York. The firm serves as a placement agent in private securities transactions and participates in public offerings both as an underwriter and in selling groups. Corporate finance activities are concentrated in mining, energy and energy services, and health care. Visit: [www.scarsdale-equities.com](http://www.scarsdale-equities.com)

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. Current projects include: a 100% interest in the Bobby's Pond base metals project (Newfoundland) as well as an option to acquire initially a 51% interest in the surrounding claims from Cornerstone Resources; a 30% interest in the Valentine Lake gold project (Newfoundland), a joint venture with Richmond Mines Inc.; a 16.07% stake in Etruscan Diamonds Limited, a producing diamond miner (South Africa); and options to acquire a 100% interest in the Falls Grid (New Brunswick) and Little River (Newfoundland) gold exploration properties. For more information visit: [www.mountain-lake.com](http://www.mountain-lake.com)

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ON BEHALF OF THE BOARD OF DIRECTORS

s/“Gary Woods”  
President & CEO

THE TSX VENTURE EXCHANGE HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THE CONTENT OF THIS NEWS RELEASE.