



## Pele Mountain Announces Option Grants

Symbol: **GEM**

Listing: TSX Venture Exchange

Common Shares Outstanding: 91,200,278

### FOR IMMEDIATE RELEASE

January 12, 2009 - Toronto - **Pele Mountain Resources Inc. (TSX Venture: GEM)** ("**Pele**" or the "**Company**") announced that earlier today it granted 1,600,000 incentive stock options to members of management of the Company (the "**Management Options**") and an aggregate of 1,000,000 incentive stock options to the remaining four (4) directors of the Company under its Stock Option Plan (collectively, the "**Director Options**"). All Management Options and Director Options are exercisable at \$0.17 per share. The Management Options expire on December 31, 2011 and the Director Options expire on December 31, 2013.

In addition, the Company also announced that it has granted 300,000 incentive stock options to certain employees of the Company (the "**Employee Options**") to acquire up to an aggregate of 300,000 common shares of Pele. The Employee Options are exercisable at \$0.17 per common share and expire on December 31, 2011.

Finally, the Company also announced that it has granted 100,000 incentive stock options to certain consultants of Pele (the "**Consultant Options**") to acquire up to an aggregate of 100,000 common shares of Pele. The Consultant Options are exercisable at \$0.17 per common share and expire on December 31, 2009.

The exercise price of all options granted represents a 55% premium over the closing price of Pele's common shares on the TSX Venture Exchange on the date of grant. All options granted and any common shares issued upon their due exercise will be subject to a statutory four-month hold expiring May 13, 2009. The granting of the options are subject to regulatory acceptance of applicable filings.

### About Pele Mountain Resources

Pele Mountain Resources is committed to the sustainable development of the Eco Ridge Mine in the historic Elliot Lake mining camp. The company is developing a safe, secure, and reliable uranium project in order to deliver lasting benefits to local communities and its shareholders. Pele also holds a diverse portfolio of gold, diamond, and base metal projects in Northern Ontario. Pele stock is listed on the TSX Venture Exchange under the symbol "GEM".

For further information please contact Al Shefsky, President, at (800) 315-7353, or visit the Pele website at [www.pelemountain.com](http://www.pelemountain.com).

**The TSX-V has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.** Some of the statements contained in this release are forward-looking statements, such as estimates and statements that describe Pele's future plans, objectives or goals, including words to the effect that Pele or management expects a stated condition or result to occur. Since forward-looking statements address future events and conditions, by their very nature, they involve inherent risks and uncertainties. Actual results in each case could differ materially from those currently anticipated in such statements. The economic viability of the 43-101 mineral resource at Pele's Elliot Lake Project has not yet been demonstrated by a preliminary feasibility study.