

MUSTANG MINERALS CORP.

FOR IMMEDIATE RELEASE
Toronto, Ontario
January 7, 2000

Symbol: MMIN
Exchange: CDN
Shares Outstanding: 10,568,415

Rights Offering Financing Completed

Mustang Minerals Corp. (the "Company") today announced the completion of its Rights Offering pursuant to an offering circular dated, December 7, 1999. 1,221,040 flow-through common shares have been issued by the Company. The Company has received gross proceeds of \$439,574 from the exercise of the Rights.

Private Placement Completed

Mustang Minerals Corp. announced today that it has completed an arm's length private placement of 846,445 units at thirty six cents (\$0.36) per unit for gross proceeds of Three Hundred and Four Thousand Seven Hundred and Twenty Dollars (\$304,720.00). Each Unit is comprised of one common share plus one half of a share purchase warrant. Each whole share purchase warrant entitles the holder to purchase one additional common share at \$0.60 per share until December 31, 2002 after which the warrants will expire if not exercised.

The net proceeds of the Rights Offering and the Private Placements will be used for exploration of the company's East Bull Lake Platinum Group Metals Property and the Tillicum Gold Property.

No change of control of the company will occur as a result of these financings.

For more information about the company please contact:

Robin Dunbar - President
120 Adelaide Street West, Suite 514
Toronto, ON
M5H 1T1
<http://www.mustang-gold.com>

Tel: (416) 955-4773
Fax: (416) 368-1539
Email: investors@mustang-gold.com