



1120-1095 West Pender Street
Vancouver, British Columbia, V6E 2M6
Tel: 604.601.3651

**NOT FOR DISTRIBUTION TO U.S. NEWSWIRE SERVICES OR DISSEMINATION IN
THE UNITED STATES**

For Immediate Release

September 25, 2013

**Spanish Mountain Announces Share Lending Arrangement in connection with Private
Placement**

VANCOUVER, B.C. - Spanish Mountain Gold Ltd. (“**Spanish Mountain**” or the “**Company**”) (TSX-V: SPA) announces that three shareholders of the Company including two directors (the “**lenders**”) intend to enter into loan and pledge agreements with certain subscribers of securities in connection with the closing of the Company’s brokered private placement (the “**Offering**”), which was announced on September 5, 2013 and is expected to close on or about September 26, 2013.

In connection with the closing of the Offering, it is expected that the lenders will enter into loan and pledge agreements with certain subscribers under the Offering pursuant to which the subscribers will borrow an aggregate of 5,850,000 common shares from lenders’ personal shareholdings and pledge an equal number of common shares acquired through the private placement as security for such share loans.

This news release does not constitute an offer to sell or a solicitation of an offer to sell any of the securities in the United States. The securities have not been and will not be registered under the United States Securities Act of 1933, as amended (the “**U.S. Securities Act**”) or any state securities laws and may not be offered or sold within the United States or to U.S. Persons unless registered under the U.S. Securities Act and applicable state securities laws or an exemption from such registration is available.

About Spanish Mountain Gold

Spanish Mountain Gold Ltd is focused on the responsible development of its flagship Spanish Mountain gold project in southern central British Columbia. The Company has no debt and owns 100% of all four gold properties located in British Columbia. Additional information about the Company is available on its website: www.spanishmountaingold.com

On Behalf of the Board,
SPANISH MOUNTAIN GOLD LTD

Brian Groves,
President & CEO

Contact: Colin Clancy, +1 (604) 398 4377

info@spanishmountaingold.com | www.spanishmountaingold.com

This News Release contains forward-looking statements, which relate to future events. In some cases, you can identify forward-looking statements by terminology such as "will", "may", "should", "expects", "plans", or "anticipates" or the negative of these terms or other comparable terminology. These statements are only predictions and involve known and unknown risks, uncertainties and other factors that may cause Spanish Mountain's actual results, level of activity, performance or achievements to be materially different from any future results, levels of activity, performance, or achievements expressed or implied by these forward-looking-statements. Such uncertainties and risks may include, among others, that the Offering will not complete, actual results of the Company's exploration activities being different than those expected by management, delays in obtaining or failure to obtain required government or other regulatory approvals or financing, inability to procure equipment and supplies in sufficient quantities and on a timely basis, equipment breakdown and bad weather.

While these forward-looking statements, and any assumptions upon which they are based, are made in good faith and reflect Spanish Mountain's current judgment regarding the direction of its business, actual results will almost always vary, sometimes materially, from any estimates, predictions, projections, assumptions or other future performance suggests herein. Except as required by applicable law, Spanish Mountain does not intend to update any forward-looking statements to conform these statements to actual results.

Neither TSX Venture Exchange nor its Regulations Services Provider (as that term is defined in policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.