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GOLDEN VALLEY MINES LTD.

152, chemin de la Mine École
Val-d'Or, Québec J9P 7B6
819.824.2808 (main)
819.824.3379 (fax)

info@goldenvalleymines.com

**Golden Valley Mines Closes \$415,000 Convertible Debenture Financing,
Completing a \$1,490,000 Private Placement Offering**

Val-d'Or, Québec – January 25, 2016 – Golden Valley Mines Ltd. (“Golden Valley” or the “Company”) (TSX-V:GZZ) is pleased to announce that, further to its news release of January 12, 2016, it has issued a \$415,000 principal amount convertible debenture to an arm’s length existing shareholder, which constitutes the second and final tranche of the non-brokered private placement offering, the details of which were previously announced on November 13, 2015, and closing of the first tranche of which was announced on November 30, 2015. The private placement offering has now completed.

The debenture is automatically convertible into Units of Golden Valley at a deemed price of \$0.10 per Unit upon confirmation from the TSX Venture Exchange (the “Exchange”) that it has completed satisfactory background searches on the lender, who will become an insider of Golden Valley on conversion of the debenture. Each Unit will be comprised of one common share in the capital of Golden Valley and one non-transferable share purchase warrant, each warrant entitling the holder to purchase one common share of Golden Valley at a per share price of \$0.14 for two years from the date of issuance.

If by the end of the one year term of the debenture, the Exchange has not completed its background searches, or if the background search results are unsatisfactory to the Exchange, Golden Valley will repay the loan.

All common shares issuable on conversion of the debenture and shares which may be acquired upon the exercise of the warrants issuable on conversion of the debenture will be subject to a hold period until May 26, 2016, in accordance with applicable securities legislation and Exchange policy.

No finder’s fees were paid in connection with the private placement financing.

The \$1,490,000 gross proceeds raised from the private placement offering, including the proceeds raised from the debenture, will be used by Golden Valley for general corporate purposes.

About Golden Valley Mines Ltd.: The Company typically tests initial grassroots targets while owning a 100% interest therein and then seeks partners to continue exploration funding. This allows the Company to carry on its generative programs and systematic exploration efforts at other majority-owned grassroots projects. The Company (together with its various subsidiaries)

holds multiple property interests in gold, base-metal and energy mineral projects in Canada (Saskatchewan, Ontario and Québec).

For additional information please contact:

Glenn J. Mullan

Chairman, President, and CEO

Golden Valley Mines Ltd.

152, chemin de la Mine École

Val-d'Or, Québec J9P 7B6

Telephone: 819.824.2808 ext. 204

Email: glenn.mullan@goldenvalleymines.com

Forward Looking Statements:

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