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ADDITIONAL DRILL RESULTS FROM BACK FORTY INCLUDE
6.2 METERS OF 18.4% Zn AND 2.9 g/t Au

AQUILA RESOURCES INC. (TSX-V:AQA – Frankfurt:JM4A) (“Aquila” or the “Company”) is pleased to announce additional results from its ongoing drilling program at the Back Forty VMS gold project in the Upper Peninsula of Michigan, where previous exploration has identified multiple lenses of massive sulfide and associated gold mineralization in an extensively altered sequence of rhyolites, tuffaceous sediments and porphyry intrusives.

The first five holes of the 2006 program targeted the near surface East End (see press release of June 6, 2006), and the next five holes, reported in this release, targeted expansions of the Tuff Zone, Main Zone and the Deep Copper Zone. An additional ten holes have been submitted for analyses with results pending.

Highlights from the latest drill results include Tuff Zone step outs in LK-79 and LK-80:

- **23m interval of 2.8% Zn in LK-79, including 1.96m (1.39m estimated true width) of 16.4% Zn and 1m (0.71m est. true) of 17.85% Zn.**
- **6.2 meters (5.9m est. true) of 18.4% Zn, 2.9 g/t Au, 147.8 g/t Ag, and 6.4% Pb in LK-80.**

A 50m step out on the Main Zone in LK-79 returned:

- **8.4m (5.4m est. true) of 13.2% Zn in a broader interval of 41m of 3.3% Zn.**

Below the Main Zone in LK-79 a copper rich massive sulfide – the Deep Copper Zone was encountered returning:

- **45.4 meters (29.2m est. true) of 0.77% Cu and 1.6 g/t Au, including 1.1% Cu and 1.7 g/t Au over 16.5 meters (10.1m est. true).**

Gold mineralization distinct from massive sulfides was encountered in LK-79, where altered intrusive porphyry margin returned:

- **4.76 meters (2.9m est. true) of 3.94 g/t Au and 3.68% Zn.**

In LK-80, the same porphyry margin returned

- **4.6m (4.4m est. true) of 5.3 g/t Au.**

In LK-81, chlorite altered footwall rocks to the Tuff Zone returned:

- **1.5 meters (1.4m est. true) of 6.0 g/t Au, 6.22% Zn, and 299 g/t Ag.**

More detailed assay results for these drill holes are presented in the table below.

Aquila Resources Inc. Summary Drill Results July 18, 2006									
Hole #	All Intervals in Meters		Est. True Width	g/t Au	% Zn	g/t Ag	% Cu	% Pb	Description
	From	To							
LK-77	147.5	153.5	5.4	0.42	1.90	57.30	0.01	0.70	Chloritic rhyolite fragmental
includes	149	150.5	1.35	0.23	2.21	37.90	0.01	0.47	Chloritic rhyolite fragmental
	150.5	152	1.35	0.91	4.99	149.00	0.04	1.90	Chloritic rhyolite fragmental
LK-78	102.5	129.4	17.3	0.37	0.11	2.64	0.01	0.05	Siliceous tuffaceous sediments
includes	128	129	0.65	0.32	1.07	7.70	0.01	0.17	Siliceous tuffaceous sediments/Tuff Zone
LK-78	180.5	204.9	15.9	0.20	0.57	8.67	0.01	0.24	Chloritic rhyolite fragmental
includes	180.5	184.5	2.6	0.38	1.50	27.80	0.01	0.70	Chloritic rhyolite fragmental
LK-79	147	169.75	16.1	0.62	2.79	29.90	0.03	1.23	Siliceous tuffaceous sediments/Tuff Zone
includes	157.3	158.3	0.71	0.70	15.75	81.00	0.05	3.20	Tuff Zone massive sulfide
	158.3	159.26	0.67	1.14	17.15	146.00	0.19	6.01	Tuff Zone massive sulfide
	167.5	168.75	0.88	1.19	3.84	43.20	0.10	2.22	Tuff Zone massive sulfide
	168.75	169.75	0.71	1.18	17.85	153.00	0.02	10.30	Tuff Zone massive sulfide
LK-79	267.8	276.2	5.9	0.75	13.22	14.00	0.04	0.54	Main Zone massive sulfide
includes	267.8	269	0.84	1.06	14.30	36.00	0.05	2.38	Main Zone massive sulfide
	269	270.5	1.1	0.83	14.45	16.00	0.03	0.62	Main Zone massive sulfide
	273.5	275	1.1	0.58	29.30	8.00	0.10	0.10	Main Zone massive sulfide
LK-79	351.8	356.56	2.9	3.95	3.68	4.75	0.06	0.02	Semi-massive sulfide stringer in rhyolite
includes	351.8	353.1	0.8	9.49	6.10	8.00	0.13	0.01	Semi-massive sulfide stringer in rhyolite
	354.8	356.56	1.1	3.33	2.01	5.00	0.02	0.04	Semi-massive sulfide stringer in rhyolite
LK-79	362.8	408.15	29.2	1.60	0.16	16.20	0.77	0.02	Deep Copper Zone
	365.8	428.96	10.1	1.69	0.12	20.36	1.06	0.02	Deep Copper Zone
LK-80	125.79	132	5.9	2.89	18.39	147.76	0.17	6.36	Tuff Zone massive sulfide
includes	125.79	126.8	0.96	8.33	11.90	164.00	0.67	4.11	Tuff Zone massive sulfide
	126.8	127.8	0.95	3.14	32.00	288.00	0.13	13.00	Tuff Zone massive sulfide
	127.8	128.8	0.95	2.33	25.30	143.00	0.08	6.67	Tuff Zone massive sulfide
	128.8	130.29	1.42	1.53	25.20	190.00	0.02	9.47	Tuff Zone massive sulfide
LK-80	206.4	211	4.37	5.34					Sheared, altered rhyolite and porphyry dike
includes	208	211	2.85	6.25					Sheared, altered rhyolite and porphyry dike
LK-81	72.5	86.8	13.6	1.59	0.90	54.34	0.05	0.58	Siliceous tuffaceous sediments
includes	85.8	86.8	0.95	6.54	4.40	292.00	0.25	3.28	Siliceous tuffaceous sediments/Tuff Zone
	86.8	88	1.14	0.42	1.88	25.00	0.03	0.24	Siliceous tuffaceous sediments/Tuff Zone
LK-81	104.5	106	1.43	5.84	6.22	299.00	0.07	2.43	Chloritic rhyolite fragmental

g/t=grams per tonne; Au=gold; Zn=zinc; Ag=silver; Cu=copper; Pb=lead

Results from holes LK-77 through LK-81 continue to expand the known massive sulfide zones and improve the understanding of the geometry and grade distribution within these bodies, as well as in the altered and mineralized host rocks. Multiple intercepts of Au and Zn mineralization in both footwall and hanging wall sequences, and the occurrence of Cu and Au rich massive sulfides beneath the Main Zone, attest to the strength of the mineralized system and potential to expand the mineral resources contained within.

Results of the additional 10 drill holes completed to date will be released as they are received. Sample preparation and analyses continue to be conducted by ALS Chemex Labs in Thunder Bay Ontario and Vancouver BC, on split drill core supplied by Aquila. Standards and blanks are inserted in the sample sequences, and check assays and re-runs are conducted as appropriate. Tom Quigley, P. Geo and President of Aquila, is the 43-101 Qualified Person for the Back Forty project and is responsible for the contents of this press release.

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