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**AQUILA RESOURCES ANNOUNCES RESULTS FROM OPTIONED PROPERTY**

**AQUILA RESOURCES INC. (TSX-V:AQA – Frankfurt:JM4A)** (“Aquila” or the “Company”) is pleased to announce past drilling results from the recently optioned MRT property at its Back Forty Project in the Upper Peninsula of Michigan. These results are based on a 29 hole drilling program on the MRT property conducted by the Back Forty Joint Venture between the American Copper and Nickel Company and the Menominee River Exploration Co. LLC, and managed by Aquila personnel in 2002 and 2003. Aquila has verified these drill results and believes they can be relied on to be correct.

Mineralization at the Back Forty Project consists of at least three zinc and gold rich massive sulfide lenses and stringer zones (see Technical Report by Ted Dematties, dated Aug. 17, 2005). In addition to the precious metal enriched massive sulfides, gold mineralization occurs in altered host rocks and in late stage quartz - feldspar porphyry (QFP) intrusions (note drill holes # 108408, #108416, #108418 in tables below).

Mineralization on the MRT property consists of the western extension of the near surface East End massive sulfide and gossan (see press release dated June 6, 2006), as well as a separate massive sulfide and gossan called the Pin Wheel. “These horizons offer significant potential to add additional tonnage to the already established resource at the Back Forty Project. Further expansion and definition of both the near surface gossans and massive sulfide mineralization in both the Main and Pin Wheel Zones is warranted” stated Tom Quigley Aquila’s President. A summary of the 2002 and 2003 drilling on the MRT property is shown in the tables below.

***East End Near Surface Massive Sulfide and Stringers Zone***

	(m)	(m)	(m)	(m)	Gold	Silver	Copper	Zinc	
Hole #	From	To	Interval	est. true	g/tonne	g/tonne	%	%	Unit
<b>108411</b>	41.0	55.5	14.5	11.0	1.33	10.2	0.12	4.54	<b>Massive Sulfides</b>
<b>Including</b>	51.5	55.5	4.0	3.0	2.41	16.2	0.27	11.85	<b>Massive Sulfides</b>
<b>108408</b>	33.7	52.5	18.8	18.1	1.12	8.5	0.04	0.96	<b>Massive Sulfide – pyretic</b>
	52.5	57.2	4.7	4.4	2.30	12.0	0.15	8.08	<b>Massive Sulfide - Zn rich</b>
	57.2	114.0	56.8	38.4	2.01	8.6	0.32	0.40	<b>Sulfide Stringer Zone</b>
<b>including</b>	99.0	108.0	9.0	6.6	4.97	8.5	0.35	0.03	<b>Sulfide Stringer Zone</b>
<b>including</b>	111.0	114.0	3.0	2.1	1.59	14.5	0.09	6.46	<b>Sulfide Stringer Zone</b>
	114.4	118.5	4.1	unknown	28.49	94.5	0.25	0.64	<b>Alt. QFP w/asp, gn, py</b>
<b>108442</b>	10.3	14.9	4.7	4.7	13.72	9.2	0.02	0.02	<b>Gossan</b>
	14.9	108.0	93.1	93.1	2.07	7.4	0.42	0.06	<b>Massive / Stringer Sulfides</b>
<b>Including</b>	81.0	91.5	10.5	10.5	3.50	12.6	1.13	0.05	<b>Massive / Stringer Sulfides</b>

**East End Near Surface Massive Sulfide and Stringers Zone (Cont.)**

	(m)	(m)	(m)	(m)	Gold	Silver	Copper	Zinc	
Hole #	From	To	Interval	Est. true	g/tonne	g/tonne	%	%	Unit
<b>108424</b>	18.2	51.5	33.3	29.0	2.32	16.7	0.31	6.34	Massive Sulfides
<b>Including</b>	30.5	51.5	21.8	17.5	2.30	18.9	0.39	9.24	Massive Sulfides
	51.5	103.5	52.0	unknown	3.45	16.7	0.43	0.07	Stringer Sulfides
<b>Including</b>	51.5	61.5	10.0	unknown	6.50	71.5	1.64	0.24	Stringer Sulfides
<b>Including</b>	93.0	102.0	9.0	unknown	4.60	5.7	0.19	0.03	Stringer Sulfides

**East End Down Plunge Massive Sulfide and Stringer Zone**

	(m)	(m)	(m)	(m)	Gold	Silver	Copper	Zinc	
Hole #	From	To	Interval	est. true	g/tonne	g/tonne	%	%	Unit
<b>108416</b>	144.2	183.1	38.9	unknown	4.60	9.4	0.40	0.11	Stringer Sulfides
<b>Including</b>	144.2	161.5	17.3	unknown	6.62	15.2	0.54	0.20	Stringer Sulfides
<b>Including</b>	150.9	161.5	10.6	unknown	8.19	19.8	0.78	0.10	Stringer Sulfides
<b>108417</b>	33.0	83.9	50.9	29.3	2.26	10.4	0.45	1.74	Massive Sulfide
<b>Including</b>	49.5	66.0	16.5	9.5	1.78	10.1	0.38	4.80	Massive Sulfide
<b>Including</b>	66.0	83.9	17.9	10.5	3.67	14.9	0.88	0.30	Massive Sulfide
<b>108433</b>	102.6	114.2	11.6	11.1	4.32	35.3	0.79	13.71	Massive Sulfides
<b>108423</b>	138.0	189.0	51.0	33.0	0.94	10.6	0.11	16.14	Massive Sulfides
<b>108412</b>	99.7	167.2	67.5	63.7	3.14	18.3	0.26	6.11	Total Massive Sulfide Unit
<b>Including</b>	138.5	167.2	28.7	27.1	5.06	20.0	0.25	12.30	Zn Rich Massive Sulfide
<b>108418</b>	211.5	220.0	8.5	unknown	15.23	128.0	0.14	0.06	QFP w/asp, gn, py
	236.0	237.5	1.5	unknown	27.91	120.0	0.14	0.04	Silicified Rhyolite
	251.0	263.0	12.0	unknown	5.91	42.0	0.12	0.19	Silicified Rhyolite
<b>108438</b>	135.2	164.7	29.5	28.4	2.37	23.5	0.33	3.86	Massive Sulfides
	135.2	152.7	17.5	16.8	0.93	19.0	0.23	5.91	Including
<b>108443</b>	153.3	158.6	5.3	5.3	0.71	58.7	0.43	11.84	Massive Sulfide
	159.6	163.2	3.6	3.6	0.82	26.5	0.23	10.97	Massive Sulfide
<b>108458</b>	230.5	235.7	5.3	4.8	1.49	37.5	0.32	12.91	Massive Sulfides
<b>108455</b>	61.0	75.2	14.2	12.8	0.03	14.3	0.27	6.35	Massive Sulfides
<b>includes</b>	64.9	69.2	4.3	3.9	0.11	80.9	0.27	15.80	Massive Sulfides

### **Pin Wheel Massive Sulfide and Gossan**

	(m)	(m)	(m)	(m)	Gold	Silver	Copper	Zinc	
Hole #	From	To	Interval	est. true	g/tonne	g/tonne	%	%	Unit
<b>108421</b>	11.0	15.3	4.3	3.9	8.03	132.1	0.24	0.01	<b>Gossan</b>
	15.3	23.0	7.7	6.9	3.44	161.3	5.27	0.01	<b>Massive / Stringer Sulfides</b>
	191.1	209.0	17.9	unknown	11.06	240.8	0.13	1.30	<b>Sheared Stringer Sulfides</b>
<b>108435</b>	10.0	13.0	3.0	2.7	10.21	56.5	0.24	0.00	<b>Gossan/Massive Sulfide</b>
	13.0	17.4	4.4	4.0	3.30	90.3	4.46	0.01	<b>Massive Sulfide</b>
<b>108426</b>	45.0	49.7	4.7	4.0	25.08	1472.2	0.47	0.01	<b>Gossan</b>
	49.7	74.3	24.6	21.0	2.04	45.9	0.48	0.03	<b>Semi-Massive Sulfides</b>
	74.3	87.0	12.7	unknown	2.50	16.9	0.75	0.15	<b>Stringer</b>
<b>108432</b>	50.0	56.8	6.8	5.0	2.54	302.2	0.38	0.01	<b>Gossan</b>
	58.0	69.4	11.4	9.7	1.30	22.7	0.42	0.33	<b>Massive Sulfides</b>
	85.0	91.0	6.0	unknown	18.64	242.5	0.08	0.20	<b>Sulfide Stringer</b>
<b>108436</b>	9.5	10.0	0.5	0.4	2.05	39.0	0.75	0.01	<b>Gossan</b>
	10.0	51.5	41.5	27.0	1.44	30.4	0.95	0.24	<b>Massive / Stringer Sulfides</b>
<b>108439</b>	16.2	29.4	13.2	9.5	6.02	36.1	0.09	0.01	<b>Gossan</b>
<b>108434</b>	28.9	43.2	14.3	11.7	4.11	152.1	0.43	0.00	<b>Gossan</b>
	43.2	68.0	24.8	20.3	1.15	46.7	0.43	0.09	<b>Semi-Massive Sulfides</b>
<b>Including</b>	43.2	49.2	6.0	4.9	2.39	162.8	1.20	0.01	<b>Semi-Massive Sulfides</b>

A second drill rig is being added to the project to expand and further define the zones of mineralization at the Back Forty. "We are proceeding with an aggressive drill program to establish an updated resource at the Back Forty Project" said Quigley.

#### **Warrant Acceleration**

The Company would like to clarify its prior announcement of the acceleration of outstanding warrants. In addition to accelerating the common share purchase warrants set to expire on November 29, 2007, the Company is also accelerating the warrants that were set to expire on January 17, 2008 and January 18, 2008. The expiry date of these warrants is now September 6, 2006.

Thomas O. Quigley, P. Geo., is the qualified person as defined in NI-43-101 and is responsible for the information contained in this news release.

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