



**For Immediate Release
July 16, 2006**

**Trading on TSX: AQI
Shares Outstanding: 43,089,448**

Aquiline Awarded Ownership of Navidad

Toronto, Ontario - Aquiline Resources Inc. ("Aquiline" or the "Corporation") is pleased to announce that after the close of trading on July 14, 2006, the Supreme Court of British Columbia rendered a judgment in Vancouver Registry Action No.: S041353 between Minera Aquiline Argentina S.A. ("Minera Aquiline") as plaintiff and IMA Exploration Inc. ("IMA") and Inversiones Mineras Argentinas S.A. ("Inversiones") as defendants. The trial was held to determine ownership of the Navidad Silver Deposit located in the Province of Chubut, Argentina.

In accepting Aquiline's argument that the defendants unlawfully used confidential geological information obtained during IMA's due diligence site visit in respect of the Calcatreu bidding process, to discover and stake the Navidad Project, the Honourable Madam Justice Koenigsberg of the Supreme Court of British Columbia made the following declarations and orders at pages 118-119 of her judgment:

- "1) A declaration that Inversiones holds the Navidad Claims pursuant to a constructive trust in favour of Minera Aquiline.
- 2) This court grants a mandatory injunction requiring:
 - a) that Inversiones transfer the Navidad Claims and any assets related thereto to Minera Aquiline or its nominee within 60 days of this order;
 - b) that IMA take any and all steps required to cause Inversiones to comply with the terms of this order;
 - c) that the transfer of the Navidad Claims and any assets related thereto is subject to the payment to Inversiones of all reasonable amounts expended by Inversiones for the acquisition and development of the Navidad Claims to date;

- d) Any accounting necessary to determine the reasonableness of the expenditures referred to in (c) above shall be by reference to the Registrar of this court.
- 3) The parties may speak to an order for costs.

Judgment for the plaintiff."

The court found that IMA had received certain bulk leach extractable data (the "BLEG A data") in connection with its review of Calcatreu, that the BLEG data was confidential in nature, and that the use by IMA of the BLEG A data to locate and stake the Navidad Property was in breach of the confidentiality agreement signed by IMA. Applying the common law principles of breach of confidence adopted by the Supreme Court of Canada in *Lac Minerals*, the court further held that IMA used the BLEG A data to "discover" and stake the Navidad project and that use was in breach of its common law duty of confidence to the plaintiff.

In commenting on the decision, Marc Henderson, President and CEO of Aquiline stated "We welcome the judge's decision which should finally bring clarity to the ownership of Navidad and accelerate the development of this world-class project for the benefit of all stakeholders. This was a milestone case involving issues of particular importance to global resource industries and we are gratified that Aquiline's position has been upheld. I would like to thank the Company's investors, employees and advisors, who have stood by and supported Aquiline over these past three years while we attempted to bring this legal dispute to a successful conclusion and to our legal team for their tremendous efforts. With the decision rendered, I look forward to a smooth transition in the ownership of the Navidad property, which represents one of the largest undeveloped mineral deposits in the world and can be an important future contributor to the economy of southern Argentina."

A copy of the complete Reasons for Judgement can be found on the Company's website www.Aquiline.com .

For further information:

Marc C. Henderson
President & CEO

Martin Walter
Director & Vice President of Exploration

Sarah Vaughan-Jackson
Communications Manager

Tel: (416) 599-4133

The TSX has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.