

Strategic cooperation with Baosteel – “lock-up” arrangement

Aquila Resources Limited (ASX:AQA “the Company” or “Aquila”) refers to its announcement of its strategic cooperation with Baosteel Group Corporation (“Baosteel”) dated 28 August 2009.

As set out in that announcement, the Share Subscription Agreement between Aquila and Baosteel included a “lock-up” arrangement during the period to August 2010, which subject to receipt by Aquila of appropriate regulatory relief, would restrain Baosteel (and its subsidiaries) from disposing of any shares (or securities convertible into shares) issued to a member of the Baosteel group by Aquila. The necessary relief has not been granted by ASIC and so the proposed “lock-up” arrangement will not come into effect.

The Company continues to work with Baosteel in relation to developing the strategic co-operation between Aquila and Baosteel.

Tony Poli
Executive Chairman

For further information regarding this announcement, please contact Tony Poli.

Telephone:	(08) 9423 0111
Facsimile:	(08) 9423 0133
Email address:	mail@aquilaresources.com.au
Visit us at:	www.aquilaresources.com.au