

QUEENSLAND COAL TENEMENTS VALUED AT A\$109M JOINT VENTURE WITH SUMITOMO NOT PROCEEDING

Aquila Resources Limited (ASX:AQA the “Company” or “Aquila”) refers to its announcement dated 3 April 2012 regarding a Memorandum of Understanding (“MOU”) with Sumisho Coal Australia Pty Limited, a wholly owned subsidiary of Sumitomo Corporation (“Sumitomo”), for the potential formation of a joint venture encompassing Aquila’s significant portfolio of 100% owned Queensland-based coal exploration permits excluding the Washpool Hard Coking Coal Project and Talwood Coal Project (the “Tenements”).

The MOU provided for the potential acquisition by Sumitomo of between a 20%–50% interest in the Tenements at its election, based on independently determined valuations.

Following two independent valuations, averaging A\$108.8 million on a 100% basis, Sumitomo has elected not to acquire an interest in the Tenements.

Sumitomo’s election concludes the arrangement between the parties in relation to the MOU and the Tenements.

Tony Poli
Executive Chairman

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

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