

**For Immediate Release
Calgary, Alberta****Thursday June 1, 2006
TSX Venture Exchange: "CWC"
Common Shares Issued: 41,716,565****Central Alberta Well Services Announces Positive Results**

CALGARY, ALBERTA / June 1, 2006. Central Alberta Well Services Corp. ("Central Alberta" or the "Company") is pleased to announce the Company's quarterly financial results for the three months ended March 31, 2006.

	Operating Results for the Three Months Ended		
	March 31, 2006	December 31, 2005	September 30, 2005
(unaudited)			
Revenues	4,931,474	1,946,700	552,068
Operating costs	2,689,745	1,198,314	362,207
	2,241,729	748,386	189,861
	45.5%	38.4%	34.4%
General and administrative	704,863	674,252	537,161
Stock based compensation	572,220	410,517	128,312
Interest	119,595	(262,717)	633,612
Depreciation and amortization	741,961	560,076	78,342
Net Income (Loss)	103,090	(633,742)	(1,187,566)
EBITDA ⁽¹⁾	845,051	(336,383)	(475,612)
Capital expenditures	9,262,272	8,754,760	2,780,272

⁽¹⁾ EBITDA is calculated from the statement of loss as revenue less operating costs and general and administrative expenses and is used to assist management and investors in assessing the Company's ability to generate cash from operations. EBITDA is a non-GAAP earnings measure that does not have any standardized meaning prescribed by GAAP and may not be comparable to similar measures provided by other companies.

Central Alberta posted record results for Q1 2006 and is poised for continued growth and bottom line performance through the balance of 2006. Revenues increased by 153% and operating margins improved to 45% as the Company continued to expand and deploy its well service fleet, reaching critical mass and realizing hourly rates and utilization percentages that exceeded internal expectations.

The Company generated quarterly net income for the first time in its short history and EBITDA that exceeded the combined negative EBITDA of the previous two quarters. Net income of \$0.1 million was after non-cash charges of \$0.6 million for stock based compensation relating to the Company's stock option program. This option program is a key component of Central Alberta's employee retention strategies. Options are not treated as an executive perquisite but are provided to every employee of the organization.

“We are quietly confident about the outlook for Central Alberta going forward” reports Darryl Wilson, President and CEO. “From a standing start at March, 2005 to the end of March, 2006, we have delivered on our business plan and built a Company with over \$80 million of assets and 170 employees across four operating divisions with a solid management and operational team that will deliver bottom-line performance.”

Capital Structure	For the Quarter Ended		
	March 31, 2006	December 31, 2005	September 30, 2005
Total assets	81,371,149	27,173,800	20,338,246
Total liabilities	35,742,653	8,578,656	14,684,198
Long term debt	14,040,639	4,950,000	13,595,425
Future income tax	3,913,000	-	-
Shareholders' equity	45,628,496	18,595,144	5,654,048
Long term debt to equity	0.31	0.27	2.40
Shares outstanding			
At end of period	41,716,565	27,080,138	7,235,138
Weighted average	28,457,574	20,282,878	4,553,474

The Company’s capital structure changed dramatically as at March 31, 2006. It includes the consolidated financial positions of Central Alberta and its three newly acquired operating subsidiaries. The consideration for these acquisitions consisted of \$4.0 million cash and \$21.4 million of equity, partially accounting for the large increase in shareholders’ equity.

Highlights for the Quarter

- Completed the strategic acquisitions of SSI Special Services, Precise Energy Services and Vertical Rentals. These accretive acquisitions provide operational synergies, market opportunities, a stronger employee base and an enhanced service and product line.
- Expanded the service fleet from seven service rigs and coil tubing units at year end to eleven service rigs and coil tubing units, five snubbing units, eight nitrogen tankers and pumpers, nine pressure tanks and a range of specialized oilfield rental equipment.
- Raised \$5.1 million on an equity issue that was used to continue the Company’s capital acquisition programs.

The Company’s financial statements and Management's Discussion & Analysis, together with all previous public filings, are available on SEDAR at www.sedar.com. Additional information is also available on the Company’s website at www.cawsc.com.

The Company is also pleased to announce that its Annual Meeting of Shareholders will be held on Tuesday, June 13, 2006 at 10 a.m. (Calgary time) in the Penthouse at the Fairmont Palliser Hotel, located at 133 – 9th Avenue SW, Calgary, Alberta.

Central Alberta Well Services Corp. is based in Red Deer, Alberta and provides oilfield services, including well servicing, coil tubing, snubbing, nitrogen, well testing and oilfield equipment rentals to oil and gas companies operating in the Western Canadian Sedimentary Basin.

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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release and has neither approved nor disapproved the contents of this release.

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