

**For Immediate Release
Calgary, Alberta**

**Monday, September 25, 2006
TSX Venture Exchange: "CWC"
Common Shares Issued: 41,718,232**

CENTRAL ALBERTA WELL SERVICES PROVIDES UPDATE ON FINANCING

CALGARY, ALBERTA – September 25, 2006. Central Alberta Well Services Corp. ("Central Alberta" or the "Company") announces that it has terminated its previously announced private placement of common shares through a syndicate of agents. The Company is pleased to announce that it has entered into an agreement with Brookfield Bridge Lending Fund Inc. to renew and expand its current debt facility with Brookfield from \$21 million to \$35 million and extend the terms and conditions of the agreement to April 30, 2007. The increased facility will allow the Company to finance its currently budgeted capital program through the purchase of additional newly manufactured equipment consisting of two service rigs, one coil tubing unit, two nitrogen units and additional well testing equipment. The new equipment will immediately be deployed by the Company to meet current demands for services. Darryl Wilson, President and CEO, stated, "We are pleased that the Company is now positioned to meet the strong demand for its products and services for the fourth quarter of 2006 and first quarter of 2007".

The Company is also pleased to announce that it has met or exceeded budgeted internal utilization rates for all of its divisions. In some cases such as service rigs, nitrogen, snubbing and well testing, utilization rates in the third quarter are in excess of 80% to 90% for the Company's equipment. The Company will continue to deploy its new products in its service rig, nitrogen, coil tubing, well testing and rental divisions and begin a capital expansion program in its snubbing division during the fourth quarter.

About Central Alberta

Central Alberta Well Services is headquartered in Red Deer, Alberta with additional operating centers in eastern and northern Alberta. The Company 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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READER ADVISORY

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.

This press release may include forward-looking statements and assumptions respecting the Company's strategies, future operations, expected financial results, financial sources and industry outlook and discusses certain issues, risks and uncertainties that can be expected to impact on any of such matters. By their nature, forward-looking statements are subject to numerous risks and uncertainties that can significantly affect future results. Actual future results may differ materially from those assumed or described in such forward-looking statements as a result of the impact of issues, risks and uncertainties whether described herein or not, which the Company may not be able to control. The reader is therefore cautioned not to place undue reliance on such forward-looking statements. The Company disclaims any intention or obligation to update or revise these forward-looking statements, as a result of new information, future events or otherwise.

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