

ESCAPE GROUP INC.

NEWS RELEASE

October 16, 2006

FOR IMMEDIATE RELEASE

(TORONTO, ON) Escape Group Inc (NEX: EGT.H) is pleased to announce that the Company has been reinstated to trade on the NEX.

New Management:

President and CEO: T. John Magee. Mr. Magee is a graduate of Queen's University with over 25 years of experience in the exploration, financing and management of junior resource companies. He is a consulting geologist and a member of the Association of Professional Geoscientists of Ontario.

Chief Financial Officer: Edward J. Badida. Mr. Badida is a Canadian Chartered Accountant with over 40 years of financial management experience with resource companies and with PricewaterhouseCoopers, an international public accounting firm. Recently his responsibilities include the position of Chief Financial Officer of Guyana Goldfields Inc., listed on The Toronto Stock Exchange. In this professional role he oversees all areas of corporate finance, tax planning, treasury and shareholder relations, and financial management of mineral exploration programs in Canada, Mexico and South America.

Director: Steve Brunelle. Mr. Brunelle is a graduate of Queen's University with over 25 years of exploration and management experience of international exploration projects. Mr. Brunelle was an Officer and Director of Corner Bay Silver Inc. and played an integral part in the discovery of the Alamo Dorado silver-gold project in Sonora, Mexico. Corner Bay Silver (TSX) was merged with Pan American Silver Corp. in 2003.

Director: Jay Sujir. Mr. Sujir is a securities and natural resources lawyer who has extensive experience in advising and assisting public companies. He has been a partner with the law firm of Anfield Sujir Kennedy & Durno in Vancouver, and its predecessor firm since 1991.

Projects:

Bearskin Lake Project, Red Lake Mining District, Ontario

T. John Magee, the Company President, has acquired an option which he has agreed to assign to the Company upon reinstatement at cost, on the Bearskin Lake Project in Northern Ontario. The option was acquired from Shoreham Resources Ltd. a company wholly at arms length to the Company and Mr Magee. Under the agreement, the Company can acquire a 60% interest in the property by making cash payments totalling \$50,000 (\$25,000 of which has been paid by Mr Magee), incurring \$1,000,000 in exploration expenditures and issuing 500,000 treasury shares over a 4 year period.

The Bearskin Lake Project is a grassroots exploration project within an Archean Greenstone belt. The belt lies within the Sachigo Sub-Province of the Superior Province, Northern Ontario. The region hosts precious metal target areas, most notably the Musselwhite District and the Lingman Lake Gold Mine. The Company intends to compile previous work (including airborne and ground geophysics, geology, and drilling), to contract Airborne Time Domain EM and Magnetic surveys, to complete ground geophysics on

the completed grids, and to initiate an independent NI 43-101 compliant report with exploration budgets and recommendations to form the basis for the Company's application to advance from NEX to Tier 2 of the TSX Venture Exchange.

Red Rock Project, Esmeralda County, Nevada, USA

T. John Magee, the Company President, has entered into an option agreement with Nevada Eagle Resources LLC, which he has conditionally agreed to assign to the Company, at cost, for the acquisition of the Red Rock Property, which comprises 140 unpatented mining claims approximately 70 miles southwest of Tonapah, Nevada along the northeast flank of the White Mountains. **ASSIGNMENT OF THIS OPTION TO THE COMPANY IS SUBJECT TO FURTHER FINANCING AND INDEPENDENT BOARD APPROVAL AS WELL AS STOCK EXCHANGE APPROVAL.**

The property is subject to an existing Underlying Agreement between Nevada Eagle Resources LLC and Nevada Gold Ventures, a company wholly at arms length both to Nevada Eagle Resources LLC and Mr Magee. In the event of assignment, the Company would have the option to earn a 100% interest by making annual US \$100,000 payments to Nevada Gold Ventures with an annually increasing buy out privilege. Further, the Company would be required to complete a series of obligations to Nevada Eagle Resources LLC which include annual cash payments over a five year period, totalling US \$350,000; incurring exploration expenditures totalling US\$2.5 million over a five year period and by issuing a cumulative 1,500,000 treasury shares over a five year period.

Significant exploration work on the Red Rock Property has been completed by Newmont Gold, Amselco Minerals, Curran Corp., Cambior Inc., Phelps Dodge Corp., and Romarco Minerals Inc. The project is an epithermal, low sulphidation, bonanza gold-silver vein system. Low sulphidation geological models include several well known world class deposits such as, Midas, Sleeper, Hishikari and El Penon. Results have been encouraging but exploration of the property is challenging due to the depth of gravel overburden, and erratic gold distribution within the target area. Exploration has been limited to shallow holes to date (no more than 600 feet below surface) and subject to meeting the conditions for acquisition of the property, the Company plans to complete a comprehensive re-evaluation of the project in preparation for a multiphase reverse circulation and core drilling program and to evaluate the feasibility of extending the existing decline for a proposed underground drill program.

The presence of high grade gold and silver bonanza veins by previous operations is demonstrated by these previously published news releases.

<u>Hole #</u>	<u>Interval</u>		<u>Length</u>		<u>Gold grade</u>		<u>Silver grade</u>		<u>Hole Type</u>	<u>Company</u>
	(ft)	(m)	(ft)	(m)	oz/t	g/t	oz/t	g/t		
RMR-4	405-520	123.4 to 158.5	115	35.0	1.61	55.3	8.04	276	Reverse Circulation	Romarco Minerals
RMR-14	480-510	146. to 155.4	30	9.1	0.34	11.3	0.52	18	Reverse Circulation	Romarco Minerals
RPC-90-907	450-475	137.2 to 144.8	25	7.6	1.98	68.0	5.07	174	Diamond Drill Core	Phelps Dodge
RPR-89-14	275-290	83.8 to 88.4	15	4.6	0.91	31.2	3.09	106	Reverse Circulation	Phelps Dodge
	320-330	97.5 to 100.6	10	3.1	1.41	48.4	3.42	117		
	360-370	109.7 to 112.8	10	3.1	1.27	43.5	3.18	109		
RPR-89-19	440-455	134.1 to 138.7	15	4.6	0.92	31.6	12.69	435	Reverse Circulation	Phelps Dodge

This information has been published on SEDAR by previous explorers and is reported for historical purposes only. The Company has not evaluated the historical exploration program for it's compliance with NI 43-101.

Financing and Debt Settlement

On September 26, 2006, the Company completed a private placement of 3,333,333 units at \$0.15 per unit for aggregate proceeds of \$500,000. Each unit consists of one common share and one share purchase warrant entitling the holder to purchase one common share at a price of \$0.25 for a period of one year.

The Company intends to settle \$136,329 in outstanding indebtedness through the issuance of up to 908,859 shares at a deemed price of \$0.15 per share. The shares will be subject to a hold period of four months from the date of issuance. The issuance of the shares is subject to the approval of the NEX.

For further information contact:

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The TSX Venture Exchange/NEX have not reviewed and do not accept responsibility for the adequacy or accuracy of the content of this news release.