



ASX / MEDIA ANNOUNCEMENT

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AZURE STAKES EL CUERVO PROJECT IN CHIHUAHUA, MEXICO

Azure Minerals Ltd (ASX: AZS) is pleased to announce that it has made application for a large 100%-owned mining concession in the state of Chihuahua, Mexico. Azure identified the El Cuervo project as having excellent potential for zinc, copper, molybdenum and uranium mineralisation as part of its ongoing program of regional exploration and target identification. Tenement applications in Mexico are typically granted within a three to four month period from the date of application.

El Cuervo is located 50 kilometres north of Chihuahua City, the capital of the state of Chihuahua (Figure 1). The property is located on the western margin of the Chihuahua Trough, a major geological feature containing numerous base metal mines including the giant, limestone-hosted Santa Eulalia and Naica silver-lead-zinc mines.

Highlights of the El Cuervo mining concession include the following:

- Large claim holding of 25,756 hectares (258km²);
- Located 5 kilometres north of the Terrazas zinc-copper skarn deposit (90Mt @ 1.37% Zn & 0.32% Cu), which is currently under feasibility study by TSX-listed Constellation Copper Corporation; and
- Surrounds the historic Peña Blanca molybdenum-uranium field, which is reported as hosting deposits containing 25.8Mlbs of molybdenum and 4.9Mlbs of U₃O₈.

El Cuervo contains more than 20 strike kilometres of the limestone and associated felsic intrusive sequence that hosts the Terrazas and other contact skarn deposits in the district. Azure believes the El Cuervo property holds good potential for repetitions of Terrazas-style deposits and for massive sulphide silver-lead-zinc mineralisation similar to Santa Eulalia and Naica.

Importantly, the El Cuervo property surrounds the Peña Blanca mineral field, which contains numerous molybdenum and uranium deposits (Figure 2). Peña Blanca is held as a Mexican Government-owned mining reserve.

El Cuervo has excellent potential for hosting molybdenum deposits of the Peña Blanca style. The southern portion of the Peña Blanca mineral field hosts several high grade molybdenum deposits, which are reported to contain a total of 9.3Mt @ 0.13% Mo for approximately 11,700 tonnes (25.8Mlbs) of molybdenum. These shallow deposits, which are currently unmined, are located adjacent to the volcanics-limestone contact.

The Peña Blanca mineral field is also reported as containing more than 2,200 tonnes (4.9Mlbs) of uranium (U₃O₈) mineralisation in three main deposits – Margaritas, Puerto III and Nopal – which are hosted in a similar geological setting as the molybdenum deposits. Extensive drilling and underground mine development was carried out on these deposits by the Mexican Government up until the 1980's, when all activity was ceased. In addition, more than 20 other uranium occurrences have been identified in the district. However under Mexican law exploitation of uranium is not currently permitted and consequently Azure will not be undertaking uranium exploration.

El Cuervo contains more than 100km² of the same geological sequence that hosts the Peña Blanca deposits. Reconnaissance exploration on El Cuervo by Azure indicates that the volcanics-limestone contact dips gently to the northwest and is at easily explorable depths throughout the property. No known drilling has been completed within the El Cuervo property, with all historical exploration being focused on the neighbouring occurrences at Peña Blanca with its outcropping mineralisation.

El Cuervo is an excellent acquisition in a strongly mineralised district, and Azure expects its ongoing target generation programs to result in further acquisitions in the state of Chihuahua in the near future.

-ENDS-

For further information, please contact:

Tony Rovira	Shane Murphy
Managing Director	Porter Novelli
Azure Minerals	+61 8 9386 1233
+61 8 9481 2555	+61 (0)420 945 291

100% OWNED PROJECTS

Azure currently holds applications for four 100%-owned properties totalling 52,406 hectares (524km²) in Sonora and Chihuahua, and anticipates further projects will be added to this portfolio through its ongoing program of target identification and project acquisition. Exploration on these projects has commenced. Figure 1 highlights the locations of Azure's wholly-owned projects.

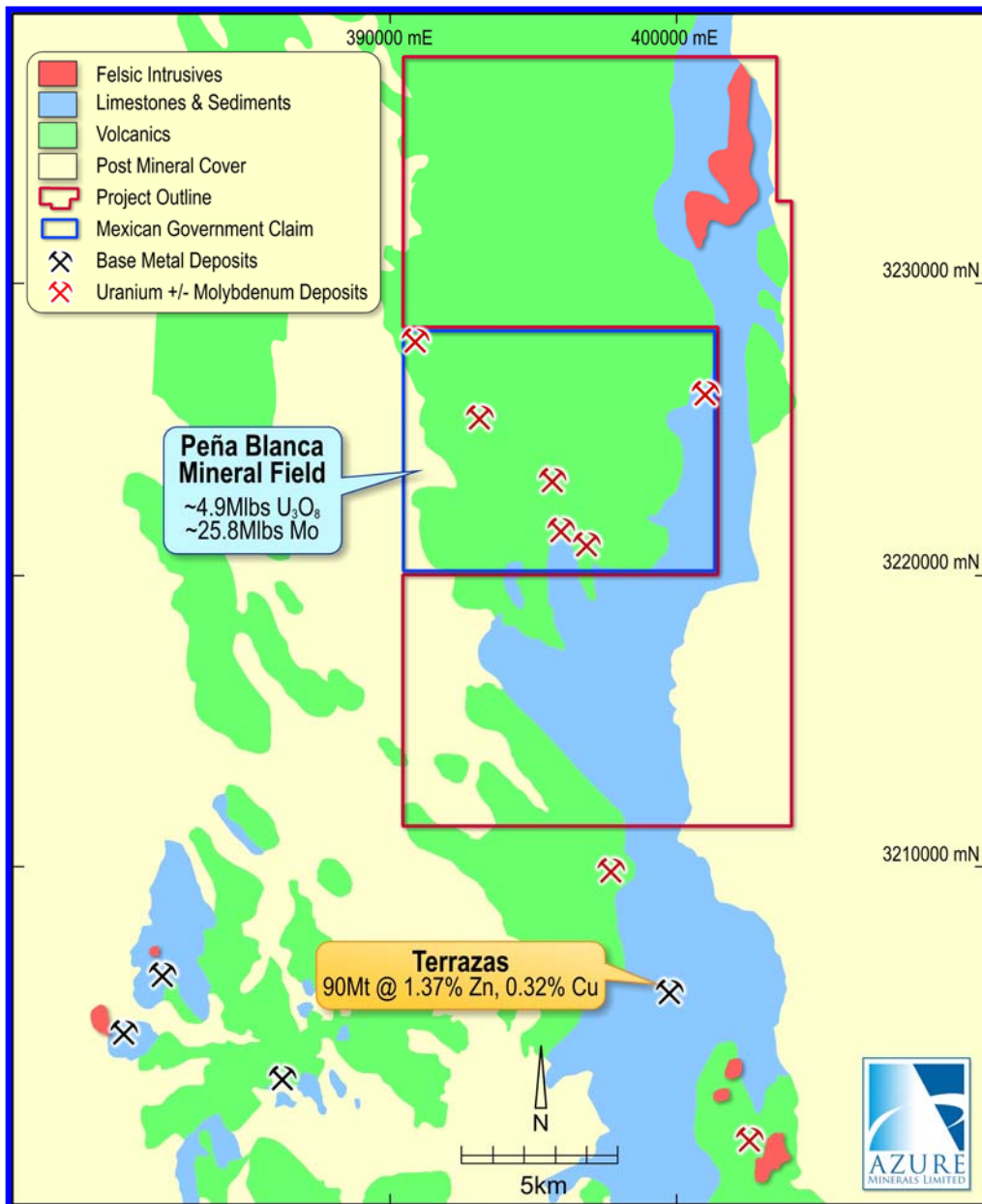
JOINT VENTURE BACKGROUND

Azure also holds 14 projects in Sonora, Mexico in joint venture with TSX-V listed Geoinformatics Exploration Inc (TSX-V: GXL). Under the terms of the joint venture agreement, Azure must spend US\$4 million on the projects by July 2009 to earn a 51% interest. If GXL elects not to contribute at that stage, Azure can increase to a 75% interest in all projects by sole funding a pre-feasibility study by July 2011.

FIGURE 1: EL CUERVO - PROJECT LOCATION PLAN



FIGURE 2: EL CUERVO - PROJECT GEOLOGY



Information in these documents that relates to Exploration Results is based on information compiled by Mr Pat Manouge, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Manouge is a full-time employee of Azure Minerals Limited. Mr Manouge has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Manouge consents to the inclusion in the documents of the matters based on his information in the form and context in which it appears.