

ASX / MEDIA ANNOUNCEMENT

13 OCTOBER 2008

PROMONTORIO PHASE ONE RESOURCE DRILLING COMPLETED

- Phase One resource drillout program completed on Promontorio deposit.
- JORC-compliant mineral resource estimation in progress - publication expected in December Quarter.
- Metallurgical testwork program has commenced with first results expected this quarter.
- High grade copper, gold and silver mineralisation remains open-ended along strike and at depth.
- Significant resource upgrade potential to be tested by extensional drilling.
- Azure stakes large (120km²) mining concession surrounding Promontorio.

Azure Minerals Limited (ASX: AZS) is pleased to advise that the first phase of the resource definition drilling program covering the southern part of the Promontorio mineralised system is complete.

Azure has drilled 38 holes for a total of 6,695 metres on six 40 metre spaced section lines during the four months since acquiring the rights to the Promontorio project (see Figure 1).

Azure's Executive Chairman, Mr Tony Rovira, said that it was a credit to the company and its Mexican staff to have so quickly and professionally advanced Promontorio since acquiring the project.

"Promontorio is an excellent acquisition for Azure and I am very pleased that we have been able to begin delivering on the promise of this project so soon," said Mr Rovira.

"The drilling program has been highly successful, easily exceeding our initial expectations. Copper and precious metals grades have been consistently high, surpassing the historical results."

Geological modelling of the deposit is complete and international mining consultancy Coffey Mining Pty Ltd (Coffey) has commenced the mineral resource estimation. The result of this study is expected to be published within the next two months.

Three different types of sulphide mineralisation - massive, semi-massive and disseminated – have been identified within the Promontorio deposit. Bulk samples of approximately 100kg have been collected from each of the three ore types and submitted to the laboratories of AMDEL Ltd in Perth for metallurgical testwork under the supervision of Coffey.

Coffey will provide Azure with recommendations on the optimum process route, further downstream processing options, and comparisons of likely capital and operating costs. First results from this program are expected within the next eight weeks.

“Completing the first JORC resource at Promontorio is an important and significant milestone for Azure; however it is merely the first phase for this exciting project. We have only just begun scratching the surface of the potential of this project,” said Mr Rovira.

“So far we have drilled high grade mineralisation over a strike length exceeding 200 metres. Importantly the mineralised system still remains open-ended to the north and south with at least a further 650 metres of untested potential before it becomes obscured under cover rocks. Drilling has confirmed the mineralisation extends to depths in excess of 150 metres, with good three-dimensional continuity demonstrated throughout the deposit.”

“Additionally, drilling at the separate Cascada prospect identified significant gold mineralisation and this area holds potential for a bulk tonnage gold deposit, as well as being prospective for bonanza-grade gold mineralisation. Isolated drill intercepts and numerous mineralised structures and old mine workings also remain untested. Further work in all these areas is being planned.”

“We are also very excited about further potential elsewhere in this district, and consequently have recently made application for a 120km² mineral concession surrounding the original Promontorio tenements. This new property is considered prospective for further Promontorio-style deposits and the source mineralised porphyry system.”

“I look forward to announcing the initial JORC resource shortly, as we take a significant step towards achieving our goal of becoming an independent minerals producer in Mexico,” said Mr Rovira.

-ENDS-

To listen to Tony Rovira present the latest update on Azure, including an overview on the Promontorio deposit and project activity timings please visit:

<http://www.brr.com.au/event/51690>

For further information, please contact:

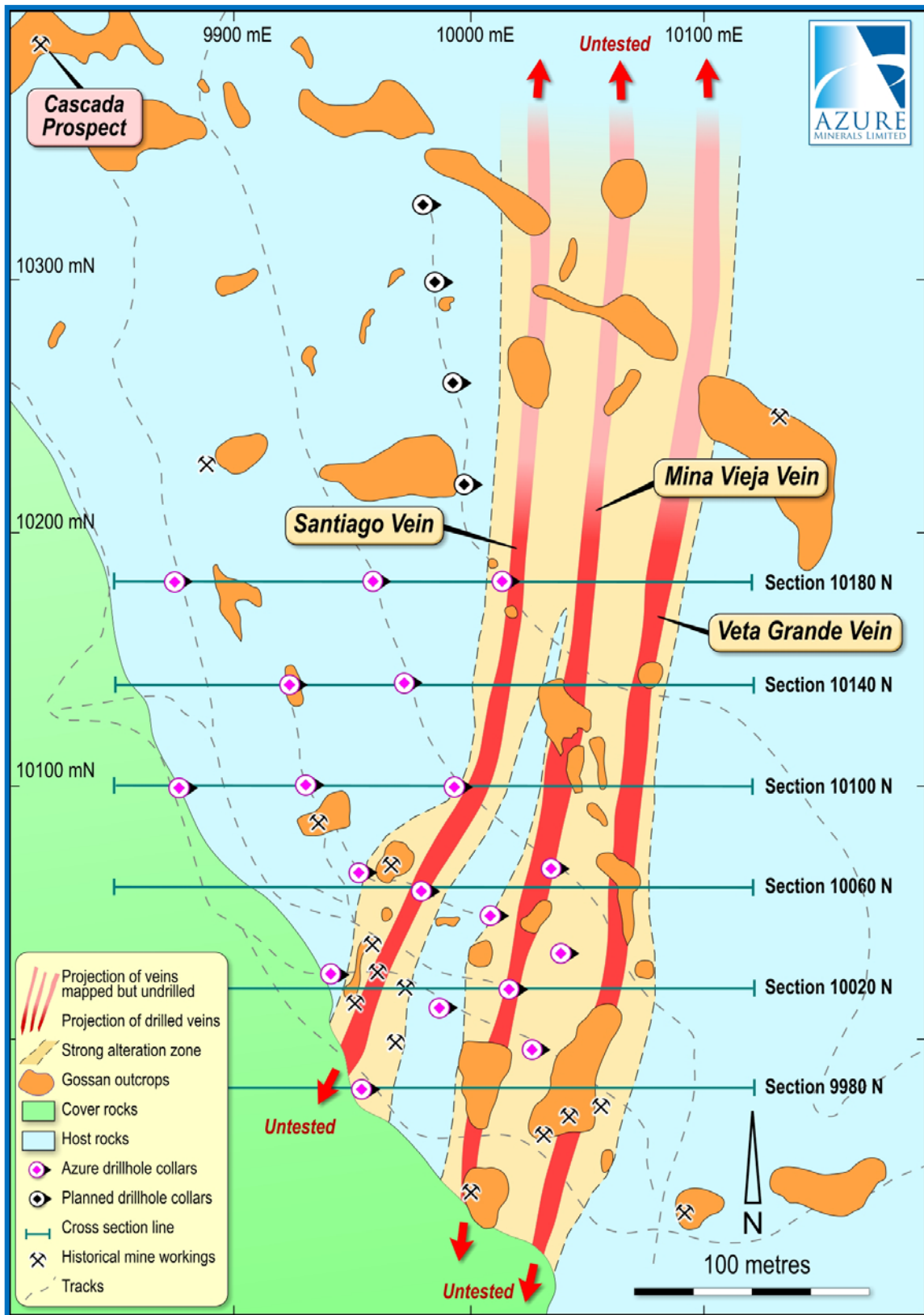
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Competent Person Statement: Information in this report that relates to Exploration Results is based on information compiled by Mr Pat Manouge, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Manouge is a full-time employee 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.

FIGURE 1 – PROMONTORIO DEPOSIT GEOLOGY



PROMONTORIO DRILL HOLE DETAILS

DRILLHOLE	EASTING (mE)	NORTHING (mN)	ELEVATION (mASL)	DIP	AZIMUTH	DEPTH (m)
APR-DD-001	9997	10096	2041	-45	045	158.65
APR-DD-002	10016	10021	2012	-53	090	137.45
APR-DD-003	9997	10096	2041	-47	090	100.25
APR-DD-004	10026	9999	2023	-54	090	157.70
APR-DD-005	9997	10096	2041	-60	090	188.00
APR-DD-006	9978	10060	2014	-46	090	144.70
APR-DD-007	9997	10096	2041	-69	090	152.45
APR-DD-008	9978	10060	2014	-57	090	160.00
APR-DD-009	9997	10096	2041	-80	090	210.35
APR-DD-010	9957	10063	2010	-63	090	182.75
APR-DD-011	9989	10013	2020	-52	090	142.50
APR-DD-012	10002	10050	2015	-45	090	102.80
APR-DD-013	9972	10148	2040	-55	090	211.00
APR-DD-014	9989	10013	2020	-69	090	179.60
APR-DD-015	9972	10148	2040	-61	090	194.40
APR-DD-016	9989	10013	2020	-61	090	201.00
APR-DD-017	9972	10148	2040	-66	090	270.45
APR-DD-018	9940	10026	2024	-50	090	140.40
APR-DD-019	9993	10099	2035	-75	090	195.00
APR-DD-020	9940	10026	2024	-60	090	230.95
APR-DD-021	9922	10140	2007	-45	090	160.00
APR-DD-022	9940	10026	2024	-66	090	201.00
APR-DD-023	9922	10140	2007	-53	090	240.00
APR-DD-024	10039	10035	2013	-45	090	57.10
APR-DD-025	9922	10140	2007	-60	090	275.00
APR-DD-026	Not Drilled					
APR-DD-027	Not Drilled					
APR-DD-028	9953	10065	2003	-70	090	225.00
APR-DD-029	9875	10099	2012	-55	090	124.35
APR-DD-030	10035	10068	2041	-45	090	51.35
APR-DD-031	9930	10101	2008	-64	090	261.55
APR-DD-032	10035	10068	2041	-75	090	100.55
APR-DD-033	9930	10101	2008	-55	090	184.55
APR-DD-034	10015	10180	2062	-58	090	149.35
APR-DD-035	9960	10180	2032	-56	090	210.00
APR-DD-036	9875	10180	1998	-45	090	275.00
APR-DD-037	9955	9980	2037	-45	090	170.40
APR-DD-038	9955	9980	2037	-63	090	201.55
APR-DD-039	10015	10180	2062	-45	090	130.10
APR-DD-040	10015	10180	2062	-69	090	170.05

All drillhole collars were surveyed by DGPS with accuracy of +/- 10mm.
 Drillhole coordinates are in local grid, parallel to UTM NAD27 grid.
 All drillholes were down hole surveyed for dip and azimuth at approximately 30 metre intervals down hole.
 Elevation is metres above sea level. Azimuth is true bearing.