

ASX: AZS

25 AUGUST 2011

PROMONTORIO DRILLING SUCCESS CONTINUES WITH MORE POSITIVE RESULTS

- Final assays received from Promontorio and nearby Cascada
- Cascada identified as a bulk tonnage gold-silver target
- Cascada drill hole intersects 137m of gold mineralisation and remains open at depth
- Promontorio strike length increased to 400m
- Additional resources anticipated through further drilling

Mexican focused **Azure Minerals Limited** ("Azure" or "the Company") is pleased to announce that it continues to receive strong copper, gold and silver results from the diamond drilling program at its Promontorio Project, located in the State of Chihuahua.

In addition, to follow up some exciting drill results recorded by Placer Dome in the 1990's, Azure drill tested the Cascada Prospect for the first time, intersecting a very encouraging wide zone of 137.3 metres of gold and silver mineralisation.

Commenting on the latest results Executive Chairman Tony Rovira stated, "We have concluded this phase of drilling on a very high note indeed. Not only have we extended the strike length of the Promontorio mineralised system to over 400 metres, but we have also identified a new high grade copper-gold bearing vein located to the west of the existing Mineral Resource, thereby opening up a new target for additional resources."

"In addition, our drilling at the nearby Cascada Prospect has returned results demonstrating significant gold and silver mineralisation. Combining this with the historical drilling by Placer Dome, we conclude that Cascada is a valid bulk tonnage gold-silver target that very much merits further exploration, which we are planning."

Latest significant drill intercepts include:

PROMONTORIO

APR-DD-048: 0.75 metres @ 5.16% Copper, 0.4g/t Gold & 190g/t Silver from 200.55m

APR-DD-050: 3.70 metres @ 8.83% Copper, 6.6g/t Gold & 57g/t Silver from 18.0m

and: 1.70 metres @ 1.59% Copper, 0.5g/t Gold & 18g/t Silver from 193.7m

APR-DD-051: 5.60 metres @ 2.53% Copper, 0.4g/t Gold & 26g/t Silver from 218.3m

including: 2.15 metres @ 1.86% Copper, 0.5g/t Gold & 26g/t Silver from 218.3m

and: 0.90 metres @ 9.85% Copper, 1.0g/t Gold & 75g/t Silver from 223.0m

CASCADA

APR-DD-054: 137.3 metres @ 0.42g/t Gold & 6g/t Silver from 48.3m (hole finished in mineralisation)

The Company notes that the intercepts from drill holes APR-DD-50, 51 and 54 are particularly encouraging.

Hole 50 intersected a previously unknown vein containing high grades of copper, gold and silver mineralisation. This new vein is located to the west of the existing Mineral Resource, thereby opening up a new target to further expand the resource. The vein demonstrates a good width of 3.70 metres and was intersected near to surface.

Hole 51 intersected very high grades of copper (+10% Cu) in a massive sulphide vein 40 metres to the south of the southern Mineral Resource boundary. This drill hole, together with the drill holes at the north of the Resource (announced 12 August 2011), have extended the total strike length of drilled mineralisation within the Promontorio system from 200 metres to more than 400 metres (see Figure 2). The Company considers it likely that with infill drilling, an upgrade of the existing Mineral Resource can be anticipated.

Hole 54 targeted the Cascada Prospect where a wide zone of quartz veined, altered and silicified volcanic rocks was intersected, returning 137 metres containing significant gold and silver mineralisation. Historical drilling by Placer Dome in the area identified this large system of low grade gold-silver mineralisation, which extends over a strike length in excess of 700 metres and a width of up to 40 metres at surface (see Figure 1).

Highlights of Placer Dome gold intercepts at Cascada included:

TABLE 1 – HISTORICAL DRILL INTERCEPTS REPORTED BY PLACER DOME

DRILL HOLE	FROM (m)	TO (m)	WIDTH (m)	GRADE (g/t Au)
P2	71.6	106.0	24.4	1.28
P3	0.0	24.4	24.4	1.86
P6	30.5	54.9	24.4	5.15
P9	24.4	39.6	15.2	1.31
P10	76.2	86.9	10.7	2.72
P11	3.1	35.1	32.2	1.62
P12	57.9	80.8	22.9	1.12

Azure's drilling has confirmed that Cascada is a valid bulk tonnage gold-silver target with Hole 54 terminating in mineralisation at a depth of 185.6m downhole, and the last sample returning 0.6m @ 0.58g/t Au & 7g/t Ag. The Company believes that Cascada warrants significant further exploration.

BACKGROUND

The Promontorio deposit comprises veins of massive, semi-massive and disseminated copper sulphides containing strong gold and silver credits. The Company has announced a JORC Mineral Resource (Indicated + Inferred) to date of:

502,000 tonnes @ 4.7% Copper, 2.1 g/t Gold and 99 g/t Silver¹

The deposit remains open in all directions and Azure believes that the results from drilling the along-strike and depth extensions have confirmed the potential for additional resources.

-ENDS-

¹ Details of the resources classification and estimation methodologies are contained in Azure's ASX announcement, released on 7th January 2009.

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TABLE 2 – PROMONTORIO PROJECT - DRILL HOLE DETAILS

DRILL HOLE	EASTING (mE)	NORTHING (mN)	ELEVATION (mASL)	DIP	AZIMUTH	DEPTH (m)
PROMONTORIO						
APR-DD-043	9976.7	10324.4	2071.9	-45°	092°	208.4
APR-DD-044	9991.5	10261.7	2074.5	-45°	085°	203.8
APR-DD-045	10028.1	10212.1	2075.9	-45°	090°	200.9
APR-DD-046	9935.3	10219.1	2027.8	-45°	090°	202.5
APR-DD-047	9926.7	10254.2	2028.4	-45°	087°	204.5
APR-DD-048	9905.7	10331.0	2021.6	-45°	088°	250.1
APR-DD-049	9821.9	10121.3	2011.2	-55°	088°	334.2
APR-DD-050	9910.1	10068.3	2004.4	-65°	090°	301.9
APR-DD-051	10001.7	9917.2	2038.7	-75°	088°	249.8
APR-DD-052	9996.6	9917.4	2039.4	-57°	268°	200.5
CASCADA						
APR-DD-053	9869.1	10427.2	1999.6	-75°	180°	202.5
APR-DD-054	9868.5	10427.2	1999.6	-45°	210°	185.6

Promontorio intersections selected are based on intercepts using a 0.5% copper lower cut-off, no upper cut, with maximum 4m internal dilution. Samples are all HQ half core.

Cascada intersections selected are based on intercepts using a 0.15g/t gold lower cut-off, no upper cut, with a maximum 4m internal dilution. Samples are all HQ half core.

Sample preparation was undertaken by ALS-Chemex (Hermosillo) and analysed by ALS-Chemex (Vancouver) using methods ICP61 and OG62 (for silver and base metals) and Fire Assay methods AA-23 and GRA-21 for gold. Certified Reference Standards and blank check samples are inserted at regular intervals to provide assay quality checks. Review of the standards and blanks are within acceptable limits.

Competent Person Statement:

Information in this document that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Tony Rovira, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Rovira is a full-time employee of Azure Minerals Limited. Mr Rovira 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 Rovira consents to the inclusion in the documents of the matters based on his information in the form and context in which it appears.

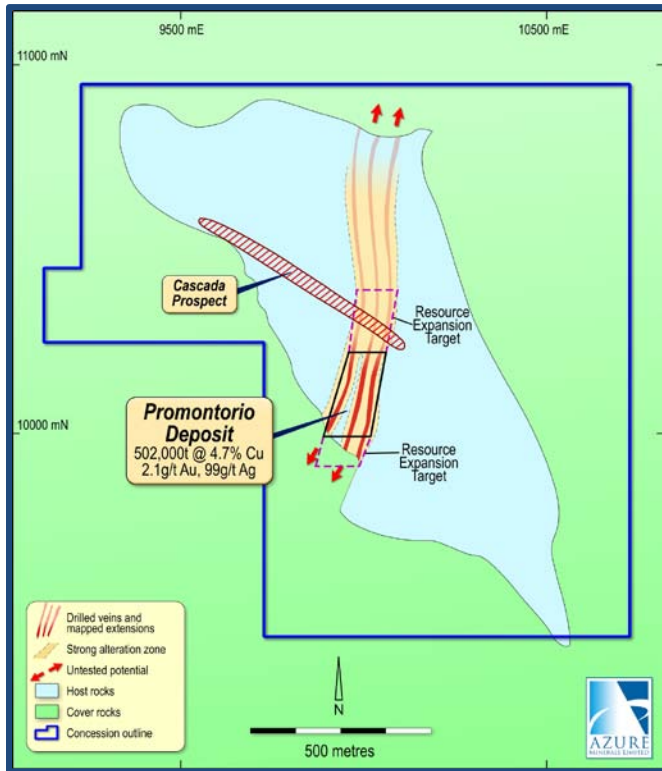


FIGURE 1: Promontorio and Cascada Mineralised Systems within the Project Area

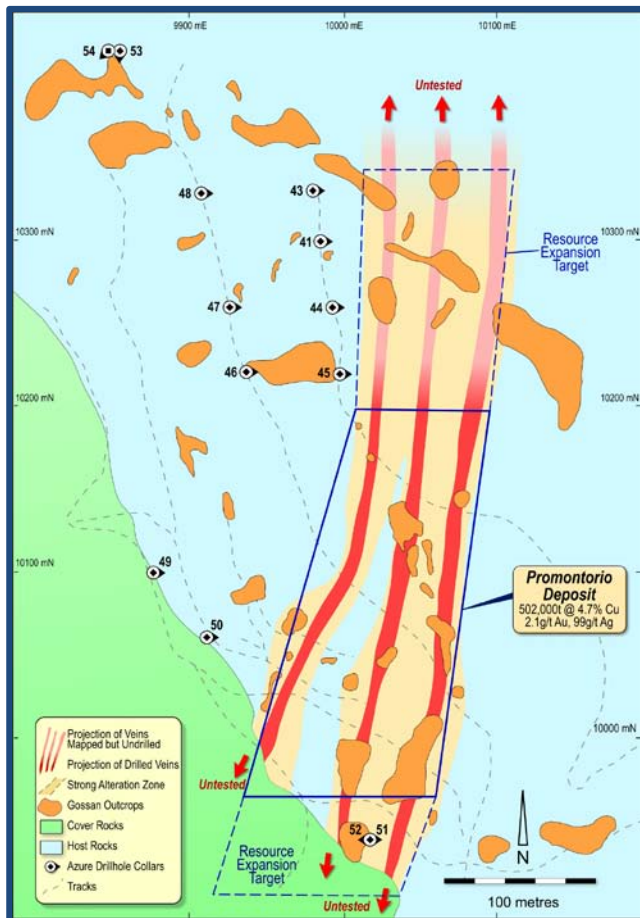


FIGURE 2: Geological Plan of Promontorio Mineralised System