



AZURE MINERALS LIMITED

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7 May 2010

Company Announcements Office
Australian Securities Exchange Limited
5th Floor, 20 Bridge St
SYDNEY, NSW, 2000

PLACEMENT AND RIGHTS ISSUE

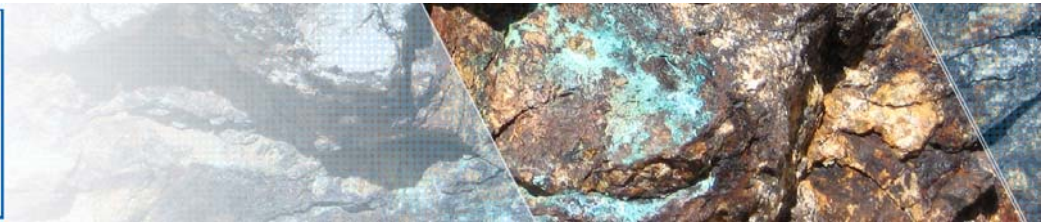
Attached is an announcement regarding a placement of shares and an entitlements issue.

This announcement will remove Azure Minerals Limited from its voluntary suspension.

Yours faithfully,

A handwritten signature in black ink, appearing to read "Brett Dickson".

Brett Dickson
Company Secretary



ASX / MEDIA ANNOUNCEMENT

7 May 2010

PLACEMENT AND NON-RENOUNCEABLE RIGHTS ISSUE

Azure Minerals Limited (ASX: AZS, "Azure") announces that it has successfully completed a share placement ("Placement") of 36,481,873 fully paid ordinary shares at \$0.05 each to raise approximately \$1.8 million. The Placement which falls within the Company's 15% capacity was conducted by RFC Corporate Finance Ltd ("RFC") and Southern Cross Equities Ltd ("SCE"). Strong interest from domestic investors has resulted in the Placement being oversubscribed.

In addition, Azure intends to undertake a non-renounceable rights issue ("Rights Issue") of two (2) new shares for every five (5) existing shares held by eligible Azure shareholders. The Rights Issue will be conducted at an issue price of \$0.05 and will seek to raise up to \$5.6 million. Placement shares will be entitled to participate in the Rights Issue.

Net proceeds will be used to provide ongoing funds for exploration at the Company's Mexican projects, in particular, advancing the Promontorio high grade copper-gold-silver project towards a development decision. Proceeds raised will also fund general working capital.

RFC and Southern Cross will act as joint lead managers to place any shortfall from the Rights Issue on a best endeavours basis.

Full details of the Rights Issue will be provided as soon as practicable.

-ENDS-

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