

ASX / Media Release
ASX Code – AZM
Friday 28th May 2010



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Investment Highlights:

- 1.1Moz gold JORC Code reported Mineral Resource at Wa Gold Project, NW Ghana
- 100% of 3,100km² licences hosting over 150km of prospective Birimian greenstone belt. Less than 10% explored
- Feasibility Study underway for multi-pit 1.0Mtpa mining and gravity / CIL operation
- Large pipeline of drill-ready targets
- Aggressive multi-rig exploration programmes focused on resource inventory increase
- Board and management team of successful explorers, mining and corporate professionals

Issued Capital:

186.55M ord. shares
12.50M unlisted options

Directors & Management:

Chairman:
Michael Atkins

Managing Director:
Stephen Stone

Non-Executive Director:
Geoff M Jones

General Manager - Geology:
Steven Woods

Project Study Manager:
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Company Secretary:
Dennis Wilkins

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DRILLING EXTENDS EXISTING DEPOSITS AND CONFIRMS MULTIPLE NEW TARGETS

Major Expansion Underway To Grow Wa Gold Project Resources
100,000m Of Drilling Scheduled For 2010

Highlights:

- ▶ Drilling confirms high-grade gold in newly identified, north-south quartz vein intersecting main east-west Julie structure:
 - 3m at 30.19g/t gold from 7m (AJRC084)
 - 2m at 81.35g/t gold from 32m (AJRC084)
- ▶ Drilling intersects more gold at Collette ahead of maiden resource estimate:
 - 18m at 2.95g/t gold from 77m (ACORC070)
 - 4m at 3.11g/t gold from 54m (ACORC073)
- ▶ Drilling identifies new mineralisation immediately north of main Kunche deposit:
 - 8m at 1.91g/t gold from 45m (KRC202)
 - 5m at 1.59g/t gold from 60m (KRC205)
- ▶ Drilling identifies high-grade mineralisation south of current optimised Bepkong open-cut perimeter:
 - 6m at 8.98g/t gold from 58m and 5m at 2.98 g/t gold from 90m (BRC121)
- ▶ Substantial number of samples from continuing exploration awaiting assaying and reporting in coming weeks
- ▶ Field team and infrastructure undergoing major expansion to support planned 100,000m 2010 drilling programme
- ▶ High definition aeromagnetic survey and extensive IP survey to commence in June
- ▶ Stage One Feasibility Concept Study and Environmental and Social Impact Scoping Study completed

"This latest round of drilling results highlights the excellent capacity to extend and identify new resources at Azumah's 3,100km² Wa Gold Project in north west Ghana where Azumah has only seriously explored less than 10% of the prospective area," said Azumah Managing Director, Stephen Stone.

"We expect to drill over 100,000m in 2010 in line with our key focus to substantially boost resources from the 1.1 million ounces of gold we have already delineated."

Azumah Resources (ASX:AZM) is pleased to report that drilling recently completed at and in the vicinity of the Julie, Collette, Kunche and Bepkong deposits has continued to expand existing deposits and identify new areas of mineralisation as the Company continues its focus on substantially boosting resources above the 1.1 million ounces gold it has already delineated at its Wa Gold Project, north west Ghana (*Tables 1 to 6. Figures 1 to 3*).

Reverse circulation (RC) and aircore drilling continues at all key deposits and at several new targets with results from this work to be reported upon in coming weeks.

Azumah expects to have completed some 60,000m of combined aircore, RC and diamond core drilling by the onset of seasonal rains usually expected in July. It is scheduling a further 40,000m by year end for a total of 100,000m in 2010 which represents one of the largest undertakings by any junior gold explorer in West Africa.

The Company will also recommence its power auger soil sampling campaign, a major tool in new target generation. To provide an interpretive backdrop and alternative means to identify new and better rank targets, Azumah has also committed to a:

- ▶ 20,000 line kilometre, high-definition (100m traverse spacing, 40m survey height) aeromagnetic geophysical survey to be flown over the Vapor prospecting licence encompassing the Kunche and Bepkong deposits and a substantial area north and south of these and also over the Julie - Collette - Josephine prospecting licences and immediate surrounds; and a
- ▶ 12km² IP ground geophysical survey targeting an area to the west and north of Kunche – Bepkong.

To support this substantial increase in activity, Azumah is presently undertaking a major expansion of its field personnel and support infrastructure.

Julie East

At Julie East, RC drilling focused on a north-south oriented laminated quartz vein recently identified by Azumah geologists through mapping of limited exposures and in artisanal miner workings at the eastern end of the Julie structure. Rock chip samples of up to 150g/t gold – approximately 5oz gold per tonne – have been obtained by reconnaissance sampling (*refer ASX release dated 4th March 2010*).

The recent drilling was orientated towards the west to test the north-south vein away from where it intersects the main east-west trending Julie mineralisation (350,100 ounce gold JORC Code reported Indicated and Inferred resource) to produce 'bonanza' zones of mineralisation. The drilling has confirmed that the north-south vein is mineralised along strike and to depth with best intercepts including:

- ▶ **3m at 13.87g/t gold from 4m (AJRC080)**
- ▶ **3m at 30.19g/t gold from 7m (AJRC084), and**
- ▶ **2m at 81.35g/t gold from 32m (AJRC084)**

Azumah's geologists are now busily exploring along the main 6km long east-west Julie structure to identify any other north-south trending veins that may intersect it to generate additional near-surface high-grade bonanza zones amenable to low-cost open cut mining.

Assay results from a follow-up round of RC drilling into the Julie north-south vein are pending and will be reported in coming weeks.

Collette

RC drilling completed over the last month has continued to outline mineralisation at the eastern end of the 4km long, east-west trending Collette prospect with best intercepts including:

- ▶ **18m at 2.95g/t gold from 77m including 2m at 12.58g/t gold (ACORC070), and**
- ▶ **4m at 3.11g/t gold from 54m and 7m at 1.91g/t gold from 105m (ACORC073)**

These results in particular substantiate the prior discovery at surface of quartz veining with abundant finely disseminated visible gold in hand specimen. This mineralisation is spatially associated with the intersection of the main east - west trending mineralised structure by

an interpreted major north east – south west trending lineament. Its presence is supported by historical soil geochemistry with gold-in-soil values in excess of 200ppb gold – and occasional artisanal workings - that extend for at least 6km south west of Collette on Azumah's licences. It is further confirmed by two historical RAB drill traverses 1km apart with better intercepts of **2m at 6.38g/t gold from 16m** and **9m at 1.17g/t gold from surface**.

A campaign of field mapping, rock chip sampling and RC drilling is underway to better define the extent, tenure and orientation of this new mineralised trend that, as with the Julie north-south vein, presents a new style of mineralisation and resource target.

A maiden resource estimation for the Collette mineralisation is underway and these latest drill results will be included in that together with results pending from 50 more recently completed RC holes plus those from a further round of RC drilling commencing very shortly.

Kunche

First pass RC drilling immediately to the north of the main 516,000 ounce gold JORC reported Indicated and Inferred Kunche deposit has identified new zones of mineralisation including;

- ▶ **8m at 1.91g/t gold from 45m (KRC202), and**
- ▶ **5m at 1.59g/t gold from 60m (KRC205)**

A campaign of 150 aircore holes for 7,500m along strike from and north west of the main Kunche deposit has since tested for strike extensions to this mineralisation and to interpreted parallel structures. Results are pending.

At **Kunche West**, 50 aircore holes for 2,400m have tested a historical IP anomaly which is very similar in intensity to one observed at the main Kunche deposit. Results are again pending.

An aircore rig is currently targeting possible southern extensions to the Kunche – Bepkong mineralised corridor.

Bepkong

RC drilling aimed at extending and discovering new mineralisation in the vicinity of the existing 212,000 ounce gold JORC reported Indicated and Inferred Bepkong resource intersected some new mineralisation approximately 300m south of Bepkong and returned a best intercept of:

- ▶ **6m at 8.98g/t gold from 58m and 5m at 2.98 g/t gold from 90m (BRC121)**

Follow-up RC drilling of this particular intersection has already been completed with drill chips indicating that several holes have intersected encouraging quartz veining. Results will be reported in coming weeks.

Kjersti

Azumah is also turning its attention to Kjersti, an 8km east-west structural and anomalous gold-in-soil target, 5km north of and parallel to the Julie mineralisation.

Exploration in the late 1990s by previous explorers comprised soil sampling, trenching and limited shallow drilling which outlined several areas of anomalism and interpreted a number of mineralised structures with associated remnant artisanal workings.

Kjersi represents a new, highly perspective exploration front and a programme of first-pass aircore drilling will commence shortly.

Busy Reporting Schedule

Over coming weeks Azumah expects to report results from drilling undertaken by its permanently contracted RC and aircore drill rigs. This work has been aimed at extending existing resources and/or pit shells at the Kunche, Bepkong, Julie (West and East) and Collette

deposits and delineating new mineralisation at a number of other key targets including; Kunche South, East and West; Bepkong South and West; Aduanne - midway between Kunche and Bepkong; the north – south trending vein at Julie East and the 6km long, south west trending anomalism at Collette and at a number of other emerging targets.

Feasibility Study On Track

The Feasibility Study for the development of a 1.0 million tonnes per annum gravity – CIL gold recovery operation producing an initial 70,000 ounces of gold per annum and expanding to over 100,000 ounces per annum remains on schedule for completion by year end. The Stage One Feasibility Concept Study by Lycopodium Engineers, an Environmental and Social Impact Scoping Study and a number of other feeder studies and consultant reports have recently been completed.

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Figure 1: Azumah's Strategic Licence Position in Ghana's Emerging North West Gold Province

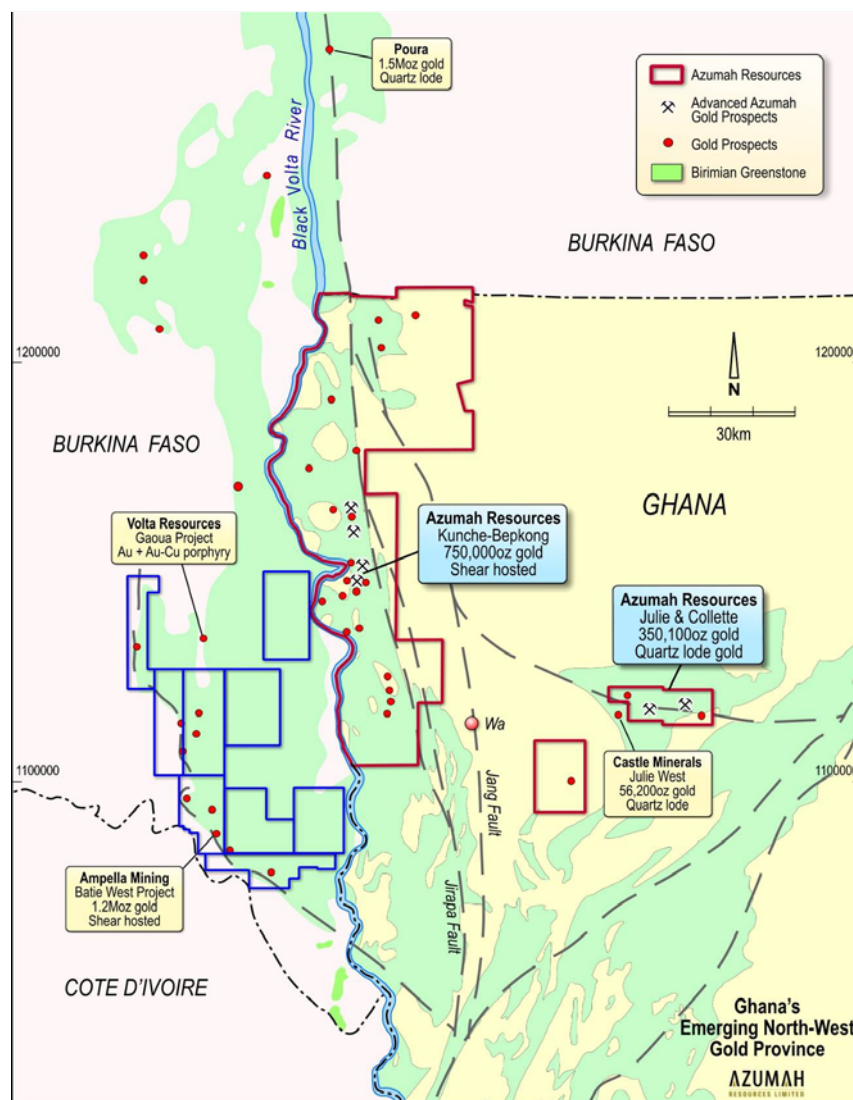


Figure 2: Kunche / Bepkong District - Priority exploration targets, recent drilling results and planned drilling

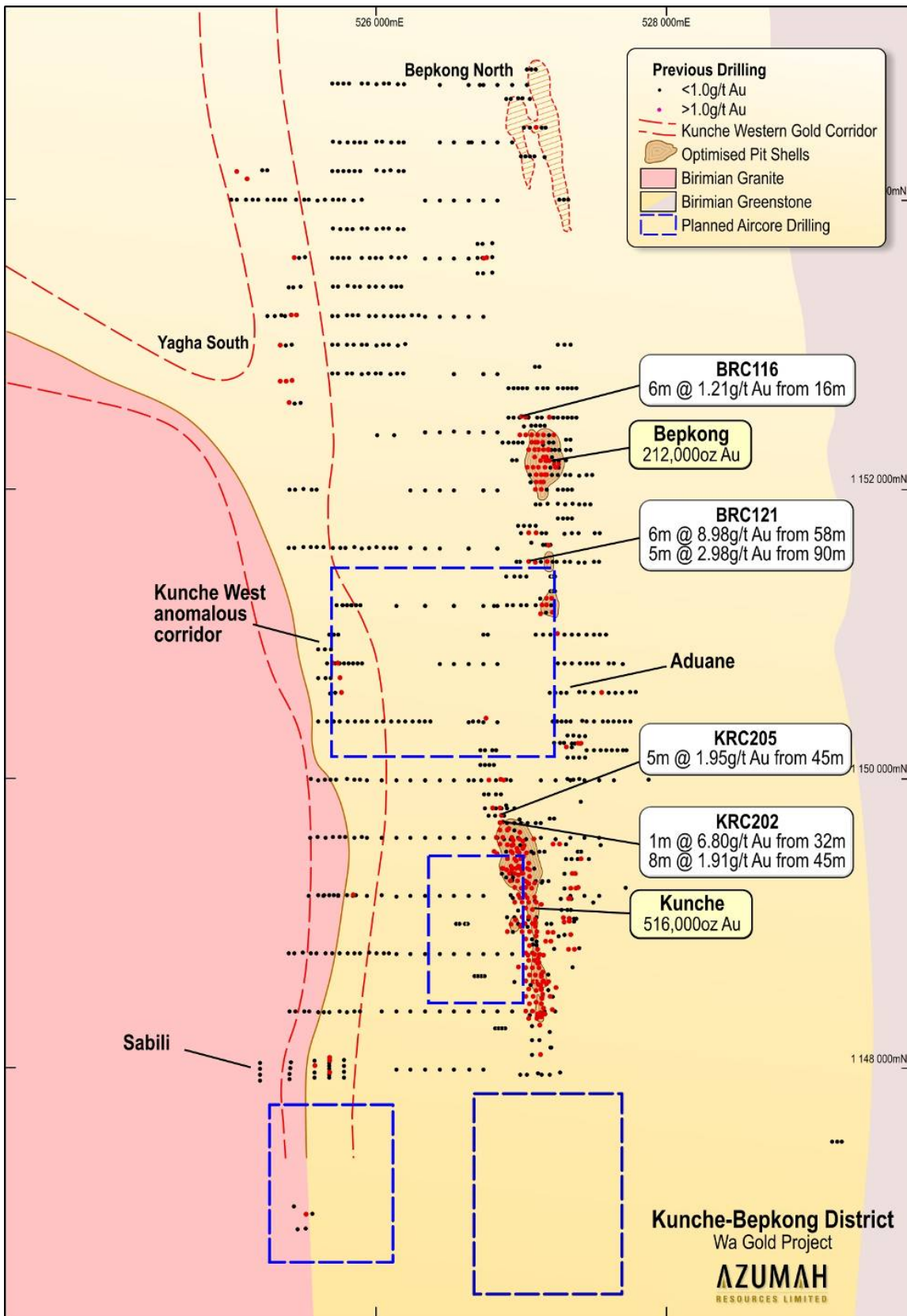


Figure 3: Julie, Collette and Josephine Licences

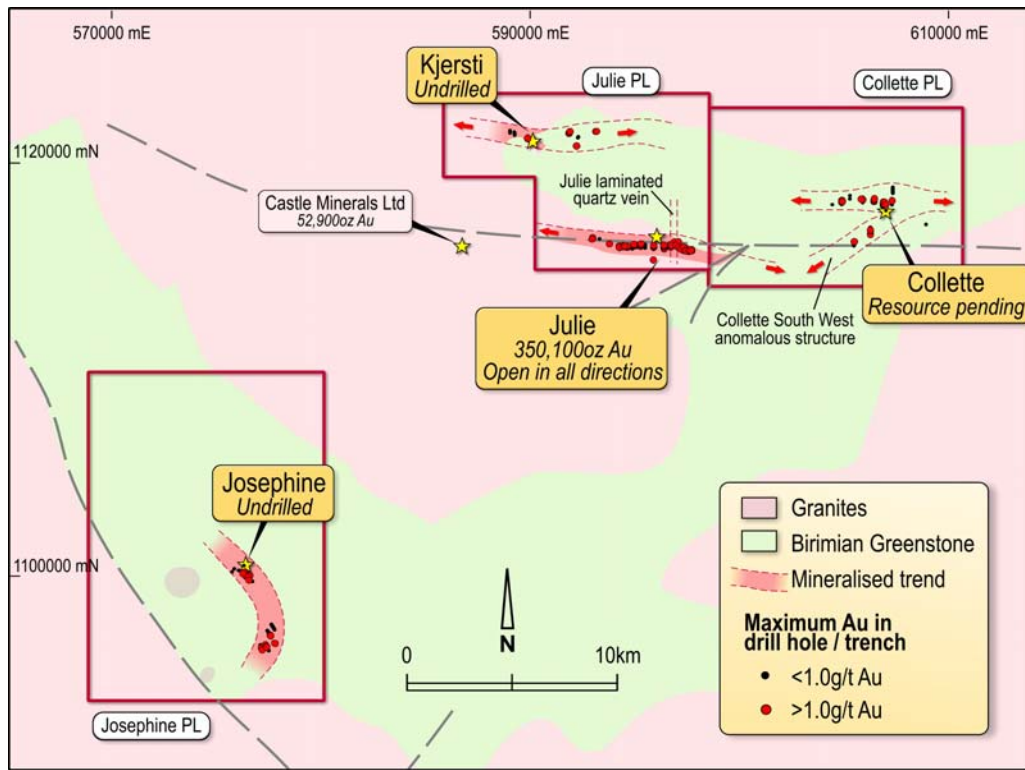


Table 1: Kunche Prospect – RC Drilling March 2010

Hole_ID	East	North	RL	Dip	Azi	Hole Depth (m)	From (m)	To (m)	Intersected (m)	Grade g/t Au
KRC202	526873	1149703	271	-50	090	70	32	33	1	6.80
							45	53	8	1.91
KRC205	526859	1149747	257	-50	090	96	38	39	1	1.15
							43	44	1	1.17
							60	65	5	1.59

Table 2: Aduane Prospect – RC Drilling March 2010

Hole_ID	East	North	RL	Dip	Azi	Hole Depth (m)	From (m)	To (m)	Intersected (m)	Grade g/t Au
ADRC027	527400	1150001	264	-50	270	78	65	66	1	3.83

Table 3: Bepkong Prospect – RC Drilling March 2010

Hole_ID	East	North	RL	Dip	Azi	Hole Depth (m)	From (m)	To (m)	Intersected (m)	Grade g/t Au	
BRC116	526998	1152501	242	-50	090	84	26	32	6	1.21	
BRC121	527047	1151501	252	-50	090	105	45	46	1	2.99	
							58	64	6	8.98	
							Incl.	62	63	1	47.70
							83	85	2	1.03	
							90	95	5	2.98	

Table 4: Collette Prospect – RC Drilling March 2010

Hole_ID	East	North	RL	Dip	Azi	Hole Depth (m)	From (m)	To (m)	Intersected (m)	Grade g/t Au
ACORC070	607099	1118136	222	-50	180	120	77	95	18	2.95
						Incl.	77	79	2	12.58
ACORC071	607011	1117955	231	-50	180	78	11	12	1	2.48
							17	18	1	1.58
ACORC072	607008	1117986	231	-50	180	80	4	5	1	1.65
							13	14	1	3.94
							26	27	1	1.69
							36	37	1	3.40
							39	41	2	1.10
ACORC073	607018	1118101	230	-50	180	126	54	58	4	3.11
							105	112	7	1.91
ACORC077	606099	1118181	224	-50	180	84	20	21	1	2.23
ACORC079	606175	1118169	230	-50	180	90	40	41	1	3.48

Table 5: Julie Prospect – RC Drilling March 2010

Hole_ID	East	North	RL	Dip	Azi	Hole Depth (m)	From (m)	To (m)	Intersected (m)	Grade g/t Au
AJRC077	597724	1115725	292	-90	270	84	5	6	1	3.48
							9	10	1	1.25
AJRC080	597719	1115766	294	--90	270	84	4	7	3	13.87
						Incl.	6	7	1	33.30
							12	13	1	1.40
							22	23	1	1.40
AJRC081	597770	1115770	295	-50	270	78	1	2	1	9.25
							29	30	1	2.77
							45	47	2	1.12
							49	55	6	1.99
							63	65	2	4.51
AJRC082	597803	1115768	295	-50	270	100	77	78	1	2.67
AJRC083	597719	1115810	293	-90	270	84	29	32	3	1.40
							45	47	2	3.08
							62	63	1	3.76
AJRC084	597757	1115809	296	-50	270	66	7	10	3	30.19
						Incl.	7	8	1	85.00
							32	34	2	81.35
							46	47	1	13.2
							59	63	4	2.16
AJRC085	597781	1115808	295	-50	270	96	1	2	1	1.22
							10	12	2	4.67
							61	62	1	1.25
							66	68	2	1.11
							71	75	4	2.45

AJRC086	597723	1115848	294	-90	270	87	0	1	1	4.33
							79	81	2	2.73
AJRC087	597755	1115849	295	-50	270	60	5	6	1	5.09
AJRC089	595048	1115972	292	-50	180	50	13	15	2	5.36
AJRC090	595046	1115994	289	-50	180	60	26	30	4	3.74
AJRC091	595048	1116023	291	-50	180	80	38	41	3	2.40
AJRC101	592989	1116361	266	-50	180	68	17	19	2	1.58
AJRC102	593016	1116333	273	-50	180	44	5	6	1	1.70
							21	25	4	10.23
						Incl.	22	23	1	29.8

Notes: All intersections based on 1m riffle split RC samples. Intersections selected are based on a 0.50g/t gold lower cut-off, no upper-cut applied and maximum 4m internal dilution. Sample analysed by 50gm Fire Assay method, SGS Tarkwa. Drill hole collars are located by GPS with accuracy \pm 5m. RC drill holes are down hole surveyed on a 30m interval.

Table 6: Wa Gold Project – Statement of Combined Mineral Resource Estimates

Prospect	Indicated			Inferred			Total		
	Tonnes	Grade g/t Gold	Contained Ounces Gold	Tonnes	Grade g/t Gold	Contained Ounces Gold	Tonnes	Grade g/t Gold	Contained Ounces Gold
Kunche	4,900,000	2.0	318,000	3,600,000	1.7	198,000	8,500,000	1.9	516,000
Bepkong	1,040,000	2.5	82,000	1,930,000	2.1	130,000	2,970,000	2.2	212,000
Julie	3,438,000	2.2	246,000	1,489,000	2.2	104,000	4,927,000	2.2	350,100
Atikpi				350,000	1.4	15,500	350,000	1.4	15,500
Yagha				270,000	1.2	10,800	270,000	1.2	10,800
Total	9,378,000	2.1	646,000	7,639,000	1.9	456,300	17,017,000	2.0	1,104,400

1. Kunche Mineral Resource estimation quoted for blocks with a grade greater than 1.0g/t gold. Differences may occur due to rounding errors. Refer ASX release September 2006 and details on Azumah website. Estimation completed by Runge Limited (previously Resource Evaluations Ltd) in September 2006.
2. Bepkong, Atikpi and Yagha Mineral Resource estimations quoted for blocks with a grade of greater than 0.8 g/t gold. Differences may occur due to rounding errors. Estimation completed by CSA Global Pty Ltd in August 2008.
3. Julie Mineral Resource estimate quoted for blocks with a grade greater than 1.0g/t gold. Differences may occur due to rounding errors. Estimation completed by CSA Global Pty Ltd in March 2010.
4. Details of the Bepkong Mineral Resource estimation appear in ASX release dated 4th September 2008.
5. Details of the Atikpi and Yagha Mineral Resource estimation appear in ASX release dated 4th September 2008.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Steven Woods. Mr Woods is the General Manager – Geology of Azumah Resources Limited. Mr Woods is a Member of The Australasian Institute of Mining and Metallurgy and 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 Woods consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

The information in this report that relates to in-situ Mineral Resource estimates for Bepkong, Yagha and Atikpi is based on information compiled by Mr David Williams, an employee of CSA Global Pty Ltd, geological consultants. Mr Williams is the competent person for the Bepkong, Yagha and Atikpi estimates and takes overall responsibility for these. Mr Williams is a Member of The Australasian Institute of Mining and Metallurgy and 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 Williams consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

The information in this report that relates to in-situ Mineral Resource estimate for Julie is based on information compiled by Mr Stephen Hodgson, an employee of CSA Global Pty Ltd, geological consultants. Mr Hodgson is the competent person for the Julie estimate and takes overall responsibility for this. Mr Hodgson is a Member of The Australian Institute of Geoscientists and 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 Hodgson consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

The information in this presentation that relates to Mineral Resources at the Kunche Project is based on a resource estimate that has been audited by Mr Paul Payne, who is a full time employee of Runge Limited. Mr Payne is a Member of The Australasian Institute of Mining and Metallurgy and 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 Payne consents to the inclusion in the presentation of the matters based on information in the form and context in which it appears.

Forward Looking Statement

Statements regarding plans with respect to the Company's mineral properties are forward-looking statements. There can be no assurance that the Company's plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that the Company will be able to confirm the presence of additional mineral deposits, that any mineralisation will prove to be economic or that a mine will successfully be developed on any of the Company's mineral properties.

All notes pertaining to the Kunche Mineral Resource estimation of September 2006, the Bepkong Mineral Resource estimation of September 2008 and the Atikpi and Yagha Mineral Resource estimation of September 2008 can be viewed at www.azumahresources.com.au