



Further Significant Results from Smarts Drilling

ASX Release

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Directors

Michael Hunt - Chairman
Dominic O'Sullivan - Managing Director
Richard Monti – Executive Director
Dean Felton - Non-Executive Director

Issued Capital

336,430,109 Ordinary Shares
37,952,200 Unlisted Options

ASX Code

AZH (Fully Paid Ordinary Shares)

About Azimuth:

Azimuth Resources is a Perth based, Guyana focused gold explorer with a portfolio of gold and uranium exploration projects totalling 7,330km² of granted licences (East and West Omai Projects) prospective for gold and 4,000km² (Amakura Project) prospective for uranium.

Highlights

Mineralised Strike - The known strike for which mineralised assay intercepts have been returned by drilling has been extended to 3,800 metres and remains open at both ends and at depth.

Significant new intersections include:

SRC277: 21m @ 6.2g/t Au;
SRC310: 27m @ 5.11g/t Au;
SRC214: 2m @ 41.8g/t Au;
SRC276: 20m @ 3.2g/t Au;
SRC123: 4m+ @ 6.7g/t Au;
SRC224: 3m+ @ 4.5g/t Au;
SRC312: 1m @ 14.8g/t Au;
2m @ 30.7g/t Au; and
9m @ 6.92g/t Au.

Robust Core

Within the known 3,800 metres of strike is a robust core zone of **1,800 metres** strike length extending from SRC214 (2m @ 41.8g/t Au) in the northwest to SRC071 (25m+ @ 2.9g/t Au) in the southeast. Of the 27 drill holes that have intersected the main Smarts zone within this core 23 holes have intersected average intercept grades of **>3.0g/t Au**.

Resource Drilling Accelerated

The Company is now utilising 3 rigs at the West Omai project with all rigs currently undertaking resource drilling at Smarts. One rig is in diamond configuration, one RC rig is drilling deeper resource holes on double shift and one RC/aircore rig is in RC configuration on single shift.

Maiden Resource Statement Postponed

Due to the further extension of mineralisation delineated at Smarts the Company has decided to postpone its maiden resource until December 2011 in order to include a larger portion of the Smarts mineralisation.

Assay Backlog Substantially Cleared

The Company has now received results for 280 of 346 scout holes that have been drilled at the Smarts prospect. Included in the 67 outstanding scout drill holes are 8 holes, which appear to be visibly mineralised, including 3 holes in which **visible gold** was observed.

Azimuth Resources Limited (ASX:AZH) is pleased to announce further significant results from drilling at its 100% owned Smarts Prospect ("Smarts") located within the West Omai Gold Project, Guyana, South America. Included are the results of the first two deeper resource holes for which assays have been received and pleasingly these first two resource drill holes SRC310 and SRC312 have both returned robust intersections and demonstrate good continuity with mineralisation intersected immediately up dip and along strike:

SRC310 intersected **27m @ 5.1 g/t Au** from 73 metres. This intersection is approximately 30 metres down dip of a 30 metre wide zone of quartz veining and sulphides including a 1 metre interval with visible gold intersected in SRC161 for which assays are awaited.

SRC312 intersected **1m @ 14.8g/t Au** from 82 metres, **2m @ 30.7g/t Au** from 120 metres and **9m @ 6.92g/t Au** from 131 metres. SRC312 was collared to intersect mineralisation 30 metres down dip from mineralisation in SRC047 which terminated in mineralisation having intersected **10m+ @ 3.3 g/t Au** from 55 metres.

Also of significance, scout drilling assay results reported today extend mineralisation at the Smarts Prospect to a strike length of 3,800 metres and mineralisation remains open at both ends along strike and at depth.

Significant scout drilling results from the main Smart's zone reported today include:

- **SRC224** located 2,200 metres northwest of SRC009 (29m+ @ 14.27g/t Au) under the Smarts artisanal pit intersected **3m+ @ 4.5 g/t Au** from 86 metres with hole ending in mineralisation.
- **SRC214** located 1,400 metres northwest of SRC09 intersected **2m @ 41.8 g/t Au** from 26 metres.
- **SRC276** located 1,200 metres northwest of SRC09 intersected **20m @ 3.2 g/t Au** from 43 metres.
- **SRC277** located 600 metres northwest of SRC09 intersected **21m @ 6.1 g/t Au** from 48 metres.
- **SRC099** located 180 metres northwest of SRC09 intersected **5m+ @ 3.6 g/t Au** from 48 metres with the hole ending in mineralisation.
- **SRC150** located 180 metres southeast of SRC09 intersected **10m @ 3.2 g/t Au** from 49 metres with the hole ending in anomalism- 5m @ 0.24g/t Au.
- **SRC084** and **SRC083** located 700 metres southeast of SRC09 which respectively intersected **6m @ 3.7 g/t Au** and **6m @ 2.85g/t Au** from surface.
- **SRC123** located 1,000 metres southeast of SRC09 which intersected **4m @ 6.7 g/t Au** from 11 metres immediately beneath White Sand cover and thus the interval is truncated. SRC123 was collared approximately 40 m to the northwest of the previously reported channel sampling of mineralisation exposed in an artisanal working which returned **15m @ 2.5 g/t**.

A further 8 holes (including 3 holes that intersected visible gold) on 6 section lines that have potentially intersected the main Smarts zone are still awaited.

All significant new results from drilling are reported in Table 1 below with and a map showing the location of the results presented in Figure 1.

Within the 3,800 metres of strike at Smarts, robust intercepts with good along strike continuity are evident over a central strike length of 2,500 metres (from SRC123 to SRC214 see Figure 1) and only one line failed to intersect significant mineralisation due to drill coverage being constrained by steep

topography. Furthermore within the delineated strike of Smarts is a central 1,800 metres of continuous strike from SRC214 (**2m @ 41.8g/t Au**) in the northwest to SRC071 (**25m+ @ 2.9g/t Au**) in the southeast, where 23 of the 27 drill holes that intersected the main Smarts zone have returned average grades of **>3.0g/t Au**. Thus the Company believes the potential for the generation of a significant resource at Smarts is excellent.

Further Strike potential

Mineralisation at Smarts still remains open along strike in both directions. On the most north western scout drill line for which assays have been received both SRC289 and SRC224 terminated in mineralisation (**7m+ @ 1.4g/t Au** and **3m+ @ 4.5g/t Au** respectively). In addition SAC210, an air-core drill hole, located on an incomplete scout drill line intersected visible gold at 61 metres down hole, though this mineralisation appears offset or echelon to the main Smarts zone.

Outlook

To date 355 reverse circulation and 12 air-core scout drill holes have been completed at Smarts for a total of 24,582 metres.

Currently Azimuth has paused scout drilling and has three drill rigs focused on resource drilling at Smarts. One rig is currently configured for diamond drilling with the purpose of re-entering holes which ended in mineralisation and two rigs are in RC configuration. It is expected that the original 3,500 metre resource drilling program planned for Smarts will now be significantly expanded in light of the excellent scout drilling results reported today.

Due to the further extension of mineralisation delineated at Smarts the Company has decided to postpone its maiden resource until December 2011 in order to include a larger portion of the Smarts mineralisation.

Yours faithfully



Dominic O'Sullivan
Managing Director

The information in this report that relates to exploration results, mineral resources or ore reserves is based on information compiled by Mr Dominic O'Sullivan, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr O'Sullivan is the Managing Director and full-time employee of Azimuth Resources Limited Mr O'Sullivan 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'.

**Table 1 Mineralised Intersections - Smarts New Results
Received since the June Quarterly Activities Report**

Hole ID	Azimuth	Dip	Depth	UTM Zone 21 Northing	UTM Zone 21 Easting	From	To	Width	Grade (g/t Au)
SRC083	215	-60	59	621418.80	271349.70	3	9	6	3.7
	Mineralisation truncated by surface								
SRC084	215	-60	59	621436.20	271364.80	1	7	6	2.85
	Mineralisation truncated by surface								
SRC097	35	-60	55	621882.40	270645.90	32	44	12	0.94
SRC103	215	-60	53	621955	270701	30	36	3	0.54
SRC121	45	-60	53	621325	271638	51	53	2	0.46
SRC122	35	-60	65	621307	271625	13	17	4	0.33
						21	23	2	0.53
SRC123+	35	-60	59	621286.62	271612.93	11	15	4	6.72
	Up dip mineralised intersection terminated by White sand cover								
SRC124	35	-60	71	621262	271604	63	67	4	1.05
SRC150	215	-60	64	621762.90	270968.20	49	59	10	3.18
	Hole ends in anomalism 63-64 1m @ 0.21g/t								
SCR157	35	-60	64	621387.00	271533.93	23	26	3	1.13
						28	29	1	0.83
						44	45	1	0.61
SRC158	35	-60	52	621409.00	271545.00	30	32	2	0.96
SRC169	35	-60	57	622046	270396	30	33	3	0.40
SRC170	35	-60	52	621183.35	271664.04	9	12	3	0.77
SRC171	35	-60	64	621190.91	271688.72	37	38	1	3.74
						46	47	1	0.51
SRC173	35	-60	58	621231.00	271721.44	34	35	1	0.73
						48	51	3	1.1
SRC174	35	-60	64	621246.97	271746.71	8	12	3	0.52
SRC176	35	-60	46	621308.32	271772.26	40	46	6	0.36

Hole ID	Azimuth	Dip	Depth	UTM Zone 21 Northing	UTM Zone 21 Easting	From	To	Width	Grade (g/t Au)
SRC180	35	-60	65	620966.70	272004.08	44	50	6	0.79
SRC181	35	-60	71	620992	272016	26	35	9	1.00
SRC186	35	-60	56	621029	271804	14	16	3	1.25
						47	50	3	0.70
SRC190	215	-60	53	621149.22	271839.18	41	44	3	1.13
SRC192	215	-60	71	621373.36	271660.30	45	48	3	0.85
SRC214	035	-60	65	622664	2696890	26	28	2	41.78
SRC216	35	-60	65	622620	269661	43	49	6	1.50
SRC224+	35	-60	89	623289.85	269233.70	86	89	3	4.47
	Hole ends in mineralisation								
SRC226	35	-60	83	623181.85	269171.61	35	38	3	0.41
SRC233	35	-60	57	622115.78	270433.82	33	34	1	0.79
SRC243	215	-60	57	622467.70	270156.20	32	33	1	1.22
SRC252	35	-60	51	622171.90	270336.80	33	34	1	0.41
SRC264	215	-60	39	622375.40	270091.80	23	26	3	1.11
SRC 276	215	-60	66	622600	269923	43	63	20	3.24
					Including	45	50	5	7.55
	Hole ends in anomalism 3m @ 0.21 g/t								
SCR 277	035	-60	81	622155	270328	48	69	21	6.15
					Including	49	56	7	15.59
SRC281	35	-60	83	623085.48	269098.74	68	74	6	0.73
SRC289+	35	-60	47	622924	268967	40	47	7	1.43
	Hole ends in mineralisation								
SRC290	35	-60	101	622904	268948	68	70	2	0.55
						73	76	3	0.39
						99	101	3	0.30
SRC310	035	-60	154	622001	270491.8	73	100	27	5.11
					Including	75	76	1	48.04

Hole ID	Azimuth	Dip	Depth	UTM Zone 21 Northing	UTM Zone 21 Easting	From	To	Width	Grade (g/t Au)
SCR312	215	-60	148	270632	622005	42	43	1	1.94
						82	83	1	14.80
						120	122	2	30.68
						131	140	9	6.92

Notes:

- 1) All holes Reverse Circulation drill holes
- 2) All holes sampled at 1metre intervals.
- 3) Mineralised intervals reported with a maximum of 2 metres of internal dilution of less than 0.25 g/t Au
- 4) Sample preparation conducted by both Actlabs Guyana Inc and Acme Laboratories and fire assay performed by both ActLabs and Acme Laboratories in Chile
- 5) QA/QC protocol: One QA/QC sample every five samples being 1 duplicate every 10 assays and 1 standard or blank every 10 samples.

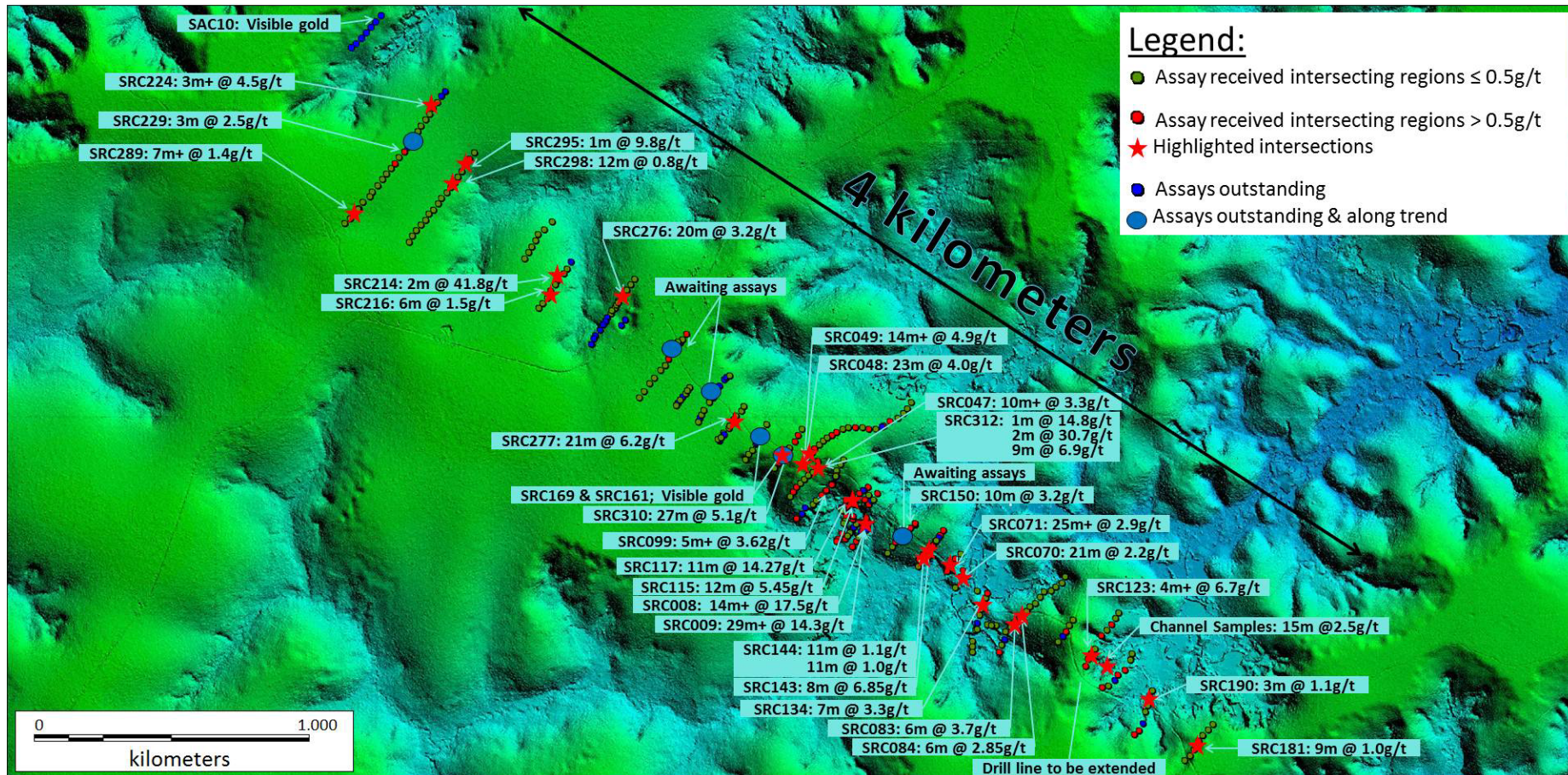


Figure 1- Showing current drilling at the Smarts Prospect. Background is a digital terrain model from the recently completed Lidar survey. Sand covered areas are the flat topped ridges (green hues) and are incised by creeks. Significant intersections reported with a + symbol are intersections that ended in mineralisation, or were truncated by white sand.