

ASX RELEASE

13 JULY 2021

HIGHLY PROSPECTIVE KOOKYNIE TENEMENT GRANTED

Gold exploration has commenced

- Azure's 100%-owned, 200km² Barton tenement E40/393 has been granted
- Barton Gold Project is located in the Kookynie Gold District, close to several large and growing gold deposits and adjoins Genesis Minerals' new Puzzle North gold discovery
- Barton is mostly soil-covered and has undergone little historical exploration, with a best drill intersection of 7m @ 1.26g/t Au within 18m @ 0.77g/t Au along trend from Puzzle North
- Detailed airborne magnetic survey has commenced and on-ground exploration, including drilling, will be underway as soon as practicable
- Azure has entered into a Heritage Protection Agreement with local Traditional Owners to allow on-ground exploration activities

Azure Minerals Limited (ASX: AZS) ("Azure" or "the Company") is pleased to advise that the Barton Exploration Licence E40/393 (100% Azure), located in the Eastern Goldfield's region of Western Australia, was granted on 1 July 2021.

Commenting on the granting of this tenement, Azure's Managing Director, Mr. Tony Rovira, said: "*The Barton tenement provides Azure with sole-ownership of a large and highly prospective foothold in the Kookynie Gold District, which has recently seen substantial increases in gold resources and new discoveries being made close to our property.*"

"Barton contains several very exciting gold targets and the Azure team has already commenced our maiden exploration program, with a detailed aeromagnetic survey underway to be followed by aircore and Reverse Circulation (RC) drilling."

"Given recent exploration successes by other companies in the Kookynie district, Azure is confident that comprehensive and targeted exploration on the largely unexplored 200km² landholding has good potential for the discovery of significant gold mineralisation."

Exploration has commenced on Barton with an airborne magnetic survey in progress. Aircore and RC drilling is planned to follow-up historical drill holes that intersected gold mineralisation on the property and also to test for extensions of gold mineralised zones currently being drilled by other companies.

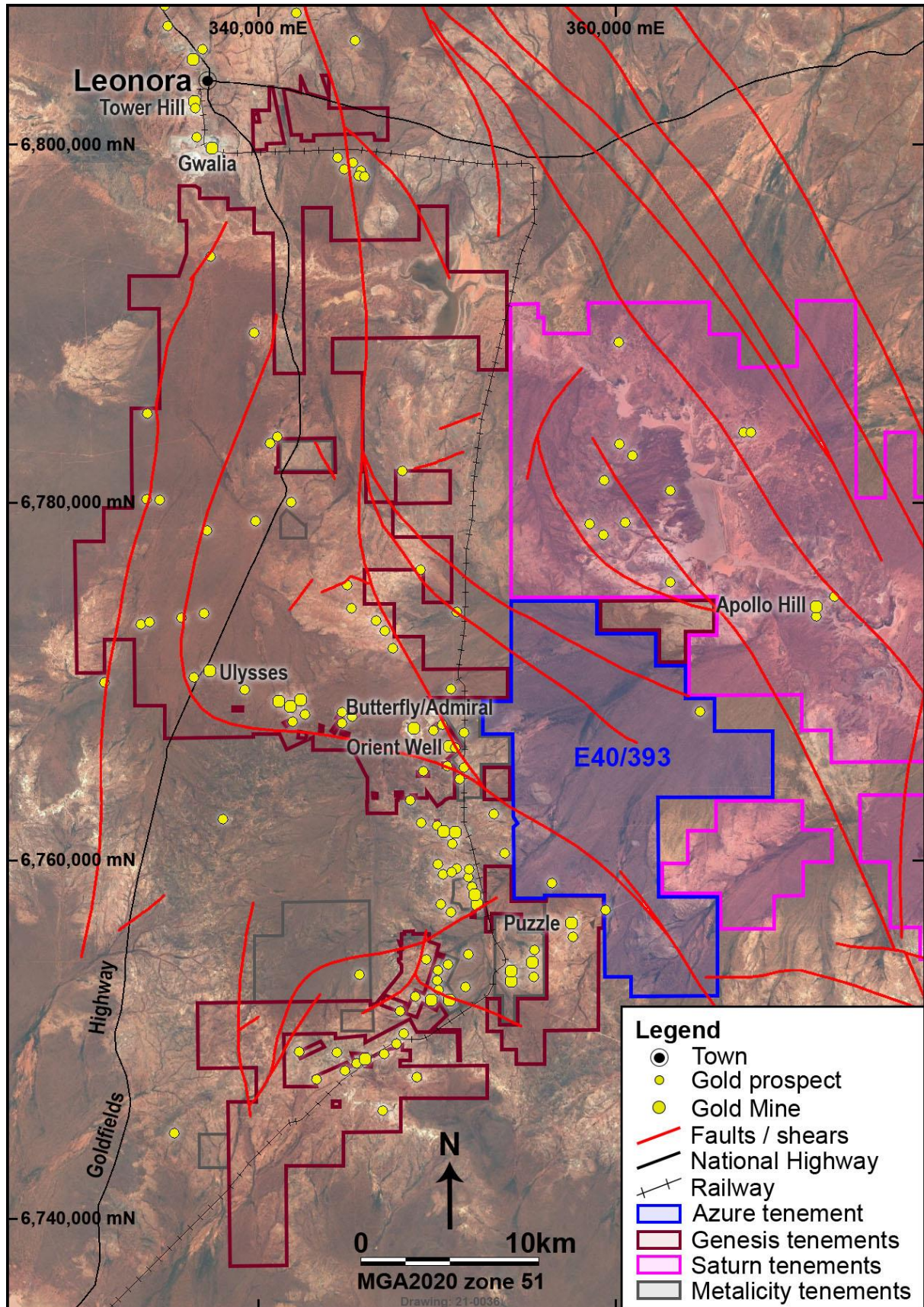


Figure 1: Plan of the Barton tenement, surrounding projects and gold prospects

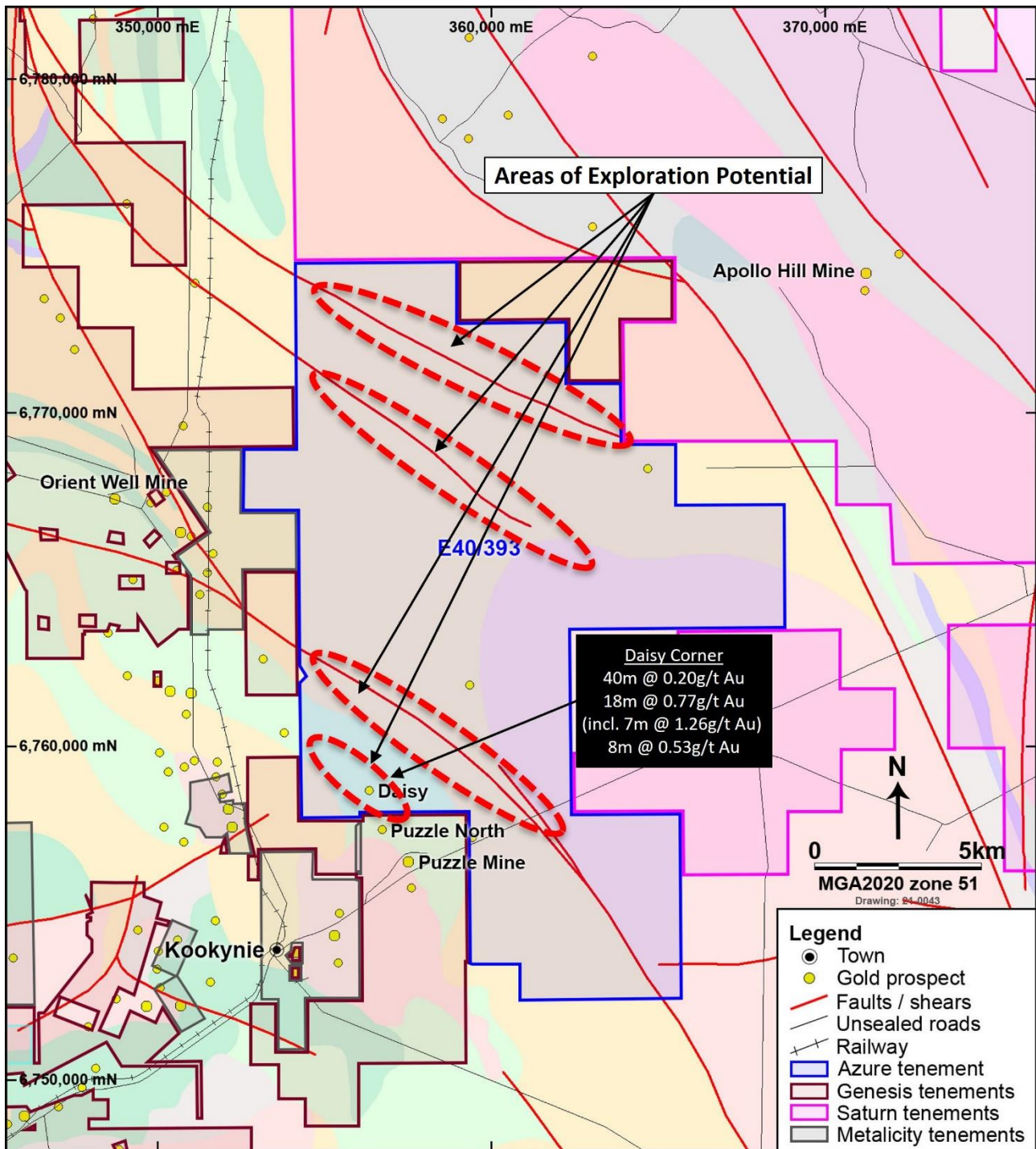


Figure 2: The Barton Project showing areas of gold prospectivity

BARTON PROJECT OVERVIEW

The Barton Gold Project lies adjacent to the historical gold mining town of Kookynie, located approximately 40km south of Leonora in the Eastern Goldfields region of Western Australia.

The single Exploration Licence contains 67 graticular blocks covering approximately 200km² of the Kookynie Gold District (**see Figure 1**) and adjoins several growing gold deposits / projects, including:

- Genesis Minerals Ltd (ASX: GMD): Ulysses Gold Project (1,608,000oz);
- Genesis Minerals' recent gold discovery at Puzzle North;
- Saturn Metals Ltd (ASX: STN): Apollo Hill Gold Project (944,000oz); and
- Recent high-grade gold discoveries at Kookynie by Metalicity Ltd (ASX:MCT) and other companies.

Since the 1890s, the Kookynie-Orient Well-Ulysses district has produced more than 1.1Moz of gold from open pit and underground mining of high-grade, quartz vein gold deposits and currently hosts additional gold resources of >3Moz.

Historically, the larger mines in the district were:

- Kookynie (combined): produced ~366,000oz Au; located 4km south of Azure's Barton Project
- Puzzle: produced ~100,000oz Au; located 1.3km south of Barton
- Orient Well: produced ~220,000oz Au; located 4km west of Barton
- Admiral / Butterfly: produced ~320,000oz Au; located 10km west of Barton
- Ulysses: produced ~50,000oz Au; located 15km west of Barton.

Majority of historical exploration in the Kookynie district focused on areas of outcrop and shallow soil-covered terrain. Due to extensive soil cover within the Barton project area, all soil sampling and shallow drilling previously undertaken was ineffective in testing for bedrock-hosted gold mineralisation.

The only deeper drilling that penetrated into bedrock was in the southwest of the property at the Daisy Corner prospect, which is situated within the Kookynie-Orient Well-Ulysses shear corridor between the Orient Well (247,000oz Au resources) and Puzzle (59,000oz Au resources) gold deposits.

In 1995-1997, drilling at Daisy Corner (**see Figure 2**) returned best results (refer ASX: 4 September 2020) of:

- 7m @ 1.26g/t Au from 42m within 18m @ 0.77g/t Au;
- 40m @ 0.2g/t Au from 20m; and
- 8m @ 0.53g/t Au from 48m.

Recent drilling by neighboring company Genesis Minerals at their newly discovered Puzzle North prospect has identified wide zones of shallow gold mineralisation over a strike length in excess of 400m. Mineralisation is associated with quartz veining hosted in hematite-sericite altered granite adjacent to a north-striking granite-greenstone contact. The nearest mineralised drillholes are approximately 300m south of the Barton tenement boundary and the mineralised zone remains open and trends directly towards Azure's property.

PLANNED EXPLORATION PROGRAM

Azure has commenced an airborne magnetic survey over the Barton project area and preparation is underway for aircore and RC drilling programs.

Initially, Azure's drilling will follow-up gold mineralisation intersected historically at Daisy Corner, which may represent the northern extensions of the recent Puzzle North discovery where Genesis Minerals is currently undertaking a resource definition drilling program. Azure will also test for structurally-controlled bedrock-hosted gold associated with cross-cutting shears and fault zones elsewhere on the property.

ACQUISITION DETAILS

As announced on 4 September 2020, Azure agreed to purchase 100%-ownership of the Barton tenement for a total consideration of 1,150,000 fully paid ordinary Azure shares and A\$20,000, payable upon grant of the Barton Tenement. This transaction has now been completed and transfer of 100% of the Barton tenement to Azure is in progress.

-ENDS-

Authorised for release by the Board of Directors of Azure Minerals Ltd.

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COMPETENT PERSON STATEMENT

Information in this report that relates to previously reported Exploration Results has been crossed-referenced in this report to the date that it was reported to ASX. Azure Minerals Limited confirms that it is not aware of any new information or data that materially affects information included in the relevant market announcements.

REFERENCES

Historical data accessed from WAMEX reports: A048223; A051019; A053643; A095085. These WAMEX reports can be viewed on the Department of Mines, Industry Regulation and Safety website and found at the following address: www.dmp.wa.gov.au/Geological-Survey/Mineral-Exploration-Reports-1401.aspx