

AZUMAH UPGRADES WA-LAWRA POTENTIAL FOLLOWING OUTSTANDING DRILLING RESULTS

KEY POINTS

- **20m @ 4.1g/t Au from 52m intersected by first hole into Bepkong target, 2km north of 516,000oz Kunche deposit.**
- **Bepkong at head of largely untested 2km Kunche-Bepkong soil anomaly.**
- **New high-grade intersections upgrade Kunche East discovery, with results including:**
 - *8.0m @ 9.35g/t from surface, including 2.0m @ 34g/t Au from 6m and 1m @ 15.3g/t Au from 29m*
 - *6.0m @ 7.33g/t Au from 5m; and*
 - *7.0m @ 3.95g/t from 10m.*
- **12m @ 4.02g/t Au from 36m (within 32m @ 1.8g/t Au) intersected within new near-surface zone immediately west of Kunche.**
- **Intersection of 8m @ 2.41g/t Au from 240m confirms northern extensions of Kunche resource.**
- **Increasing pipeline of anomalies being generated including Butele, Basibli, Duri, Doggo, Yagha and Kuo.**
- **Excellent potential to deliver incremental resource ounces at Kunche and new resource zones as part of strategy of developing 1-2Moz resource base at Wa-Lawra.**

Australian-based gold company Azumah Resources Limited (ASX: **AZM** – “Azumah”) has considerably elevated the exploration potential of its 100%-owned **Wa-Lawra Gold Project** in north-west Ghana after reporting outstanding drilling results in several areas, including confirmation of extensions of the **516,000oz Kunche gold deposit** and an exciting potential **new gold discovery** at **Bepkong**, 2km to the north of Kunche.

The West African-focused explorer said today (**Tuesday**) that it was implementing an accelerated, multi-phase exploration program during the March Quarter at several new prospect areas and the existing Kunche deposit as part of its strategy of developing a **1-2 million ounce resource base** at Wa-Lawra.

Highlights of the 6,636m combined diamond and RC drilling program completed during the March Quarter included an outstanding intersection of **20.0m @ 4.1g/t Au** from 52.0m within an overall intersection of **36.0m @ 2.54g/t Au** from 36.0m at the newly identified **Bepkong Prospect**, 2km north of the Kunche deposit.

“This is an exciting new prospect with the first hole into the Bepkong soil anomaly intersecting extensive mineralization from just 12 metres depth to the end of hole at 72 metres,” commented Azumah’s recently appointed Executive Chairman, Mr Stephen Stone. “Importantly, the Bepkong soil anomaly is open to the north and south and extends semi-continuously 2km to the south back to the Kunche deposit.

“For the most part, this whole area has not been tested by drilling and we believe the potential to delineate new resource ounces is excellent,” he added.

Another key development was the delineation of high-grade mineralization at the 1.5km long Kunche East prospect, where wide-spaced reconnaissance drilling in the September Quarter returned a number of near-surface intersections including 3.0m @ 10.9g/t Au from 22m. New intersections achieved during the December Quarter included **8.0m @ 9.35g/t from surface**, including **2.0m @ 34g/t Au from 6m** and **1m @ 15.3g/t Au from 29m**, **6.0m @ 7.33g/t Au from 5m** and **7.0m @ 3.95g/t from 10m**.

The Kunche deposit itself (8.5 million tonnes at 1.9g/t Au for **516,000 ounces**) also has excellent potential for the delineation of incremental ounces, with six holes drilled to test for extensions during the December 2007 Quarter returning highly encouraging results.

Hole KRCD136, targeting the northern portion of the current resource, intersected **8m @ 2.41g/t** from 240m, confirming extensions of the deposit in this area that will assist with future drill targeting and resource delineation. KRCD137, drilled 150 metres to the south of KRCD136 intersected **12m @ 4.02g/t Au** from 36m within a broader zone of **32m @ 1.86g/t Au** from 20m. This represents a completely new zone of shallow mineralization immediately west of the main Kunche zone.

"Overall, the recent new discoveries at Kunche East and immediately to the west of Kunche indicate that there is much more mineralization and incremental resource ounces to be discovered in the immediate vicinity of Kunche," Mr Stone said.

"The other important recent development has been confirmation at Bepkong of the reliability of anomalies generated from our back-to-back truck-mounted power auger soil sampling campaigns," Mr Stone commented. "The Bepkong discovery is a major breakthrough in its own right, but also means that the increasing pipeline of new anomalies that we have generated throughout Azumah's 2,800 square kilometre tenement holding now have a much higher status."

"We believe that systematically generating new targets and converting some of these into new discoveries and resource ounces represents the optimum strategy for adding value to Azumah," he added.

Of particular note is **Basibli**, 40km north of Kunche, where a 4km long anomaly has been outlined with spot values of up to 1.68g/t gold. Other prospects include **Butele** – where previous rock chip sampling of quartz veins hosted in granites returned values including 7.8g/t, 8.2g/t and 11.5g/t gold – Duri, Doggo, Yagha and Kuo. Auger drilling will continue during the March Quarter with a further 3,000 samples to be collected.

Mr Stone said the Company's accelerated March Quarter program would also include a further 6,000 metres of combined RC and RAB drilling targeting resource extensions at Kunche, in-fill and follow-up drilling at Bepkong-Kunche and first-pass reconnaissance drilling at Basabli, Duri, Doggo, Yagha, Butele and Kuo.

"We are very focused on delivering major returns on our investment to date at Wa-Lawra through the successful exploration and exploitation of any gold discovered," he said. "We are aiming to substantially increase our discovery rate which, particularly in the current strong gold price environment, will rapidly enhance shareholder value."

COMPETENT PERSON'S STATEMENT & FORWARD-LOOKING STATEMENTS

The information in this report that relates to Exploration Results is based on information compiled by Mr Bernard Aylward and Dr Roy Elliott. Mr Aylward is the General Manager of Azumah Resources Limited and Dr Roy Elliott is a senior consulting geologist for CSA Australia. Mr Aylward is a Member of The Australasian Institute of Mining and Metallurgy and both have 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 Aylward and Dr Elliott consent to the inclusion in the report of the matters based on information in the form and context in which it appears.

Statements regarding Azumah Resources' plans with respect to its mineral properties are forward-looking statements. There can be no assurance that Azumah Resources' plans for development of its mineral properties will proceed as currently expected. There can also be no assurance that Azumah Resources' 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 Azumah Resources' mineral properties.

- ENDS -

Released by:
Nicholas Read/Kate Bell
 Read Corporate
 Telephone: (+61-8) 9388 1474
www.readcorporate.com.au

On behalf of:
Mr Stephen Stone
 Executive Chairman
 Azumah Resources Limited
 Telephone: (+61-8) 9486 7911 or 0418 804 564
www.azumahresources.com.au