



Azure Minerals Ltd

Copper in Mexico – an Exciting Growth Story

Australian Copper Conference – 16 June 2015



@AzureMinerals

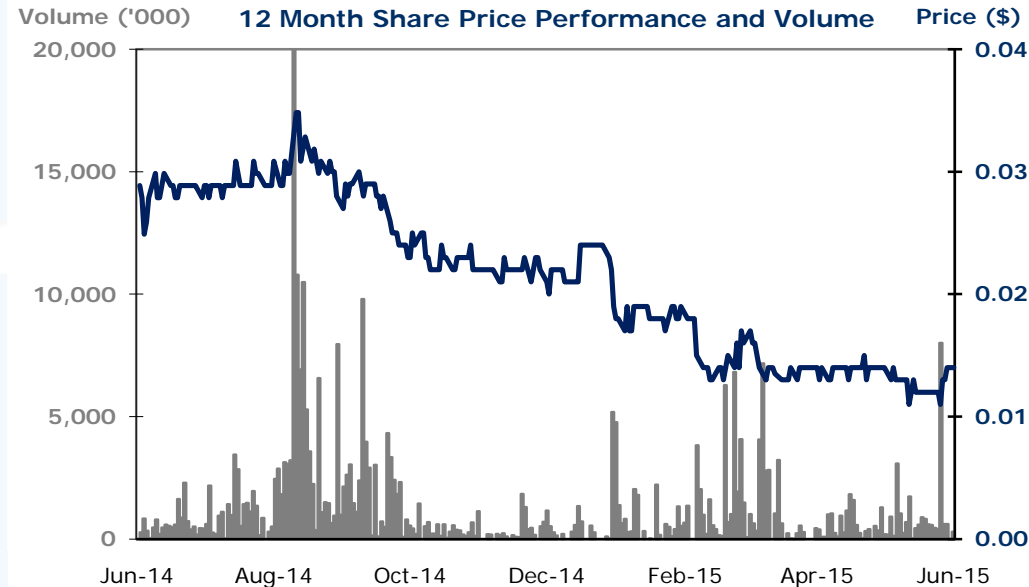
www.azureminerals.com.au

Corporate Overview

Key Statistics

ASX Code	AZS
Share Price	\$0.015
Shares	995,020,107
Options	25M @ 5.8c 26M @ 4.5c
Market Capitalisation	\$15M
Cash	\$1.5M

Share Price Chart



Board & Management

Chairman	Peter Ingram
Managing Director	Tony Rovira
Non-Executive Director	Wolf Martinick
Chief Financial Officer	Brett Dickson
VP Exploration Mexico	Brent Hendrickson

Shareholders

Drake Private Investments	10.5%
Yandal Investments	2.9%
Directors	1.7%
Top 20 Shareholders	25.1%

Azure Minerals Ltd

Objective

To be a low cost, high margin copper producer

Strategy

Develop our high quality mineral assets in partnership with major resource companies

Why Mexico?

A mineral-rich, low cost, mining friendly country

Mexico's Competitive Advantages

One of the world's best mining destinations

- Mineral-rich: >500 years mining history
- Low cost, mining friendly country
- Favourable Mining Act with pro-mining government
- Multiple opportunities for acquisitions of high quality projects

Experience and Reputation of Management

- Extensive experience operating in-country
- Positive reputation and strong relationships with Mexican Government & local communities

Our Assets in Mexico

Azure Minerals Ltd

Alacrán Project

Located in North America's premier copper mining province

High grade copper mining history

Contains numerous copper, gold & silver targets

Almost no modern exploration

Promontorio Project

JORC resources total 2.9Mt @ 2.5% CuEq

Joint Venture with Rio Tinto for giant copper deposits

Azure free-carried for first US\$245M spend

Non-core Projects

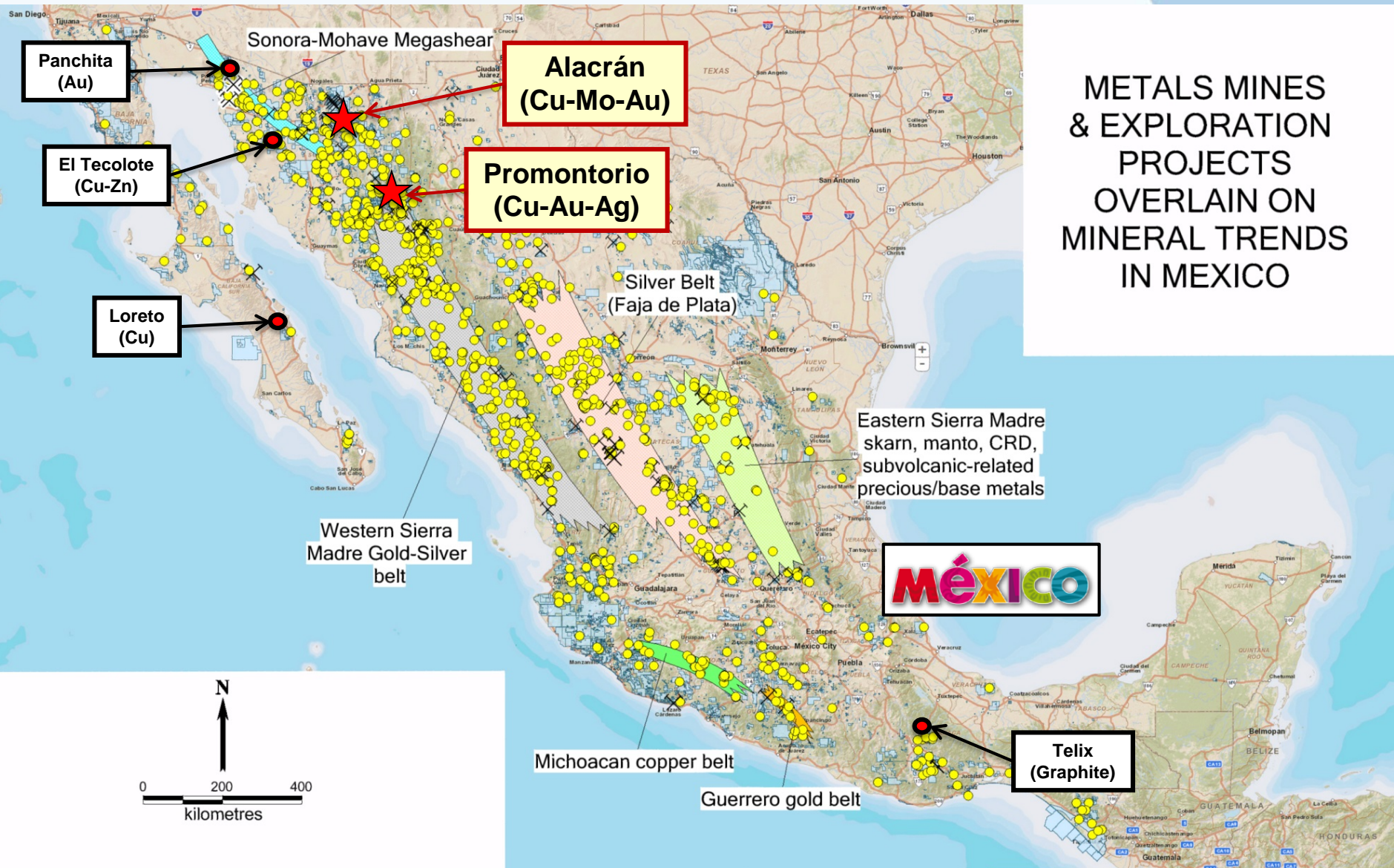
El Tecolote
Copper-zinc

Loreto
Copper

Panchita
Gold

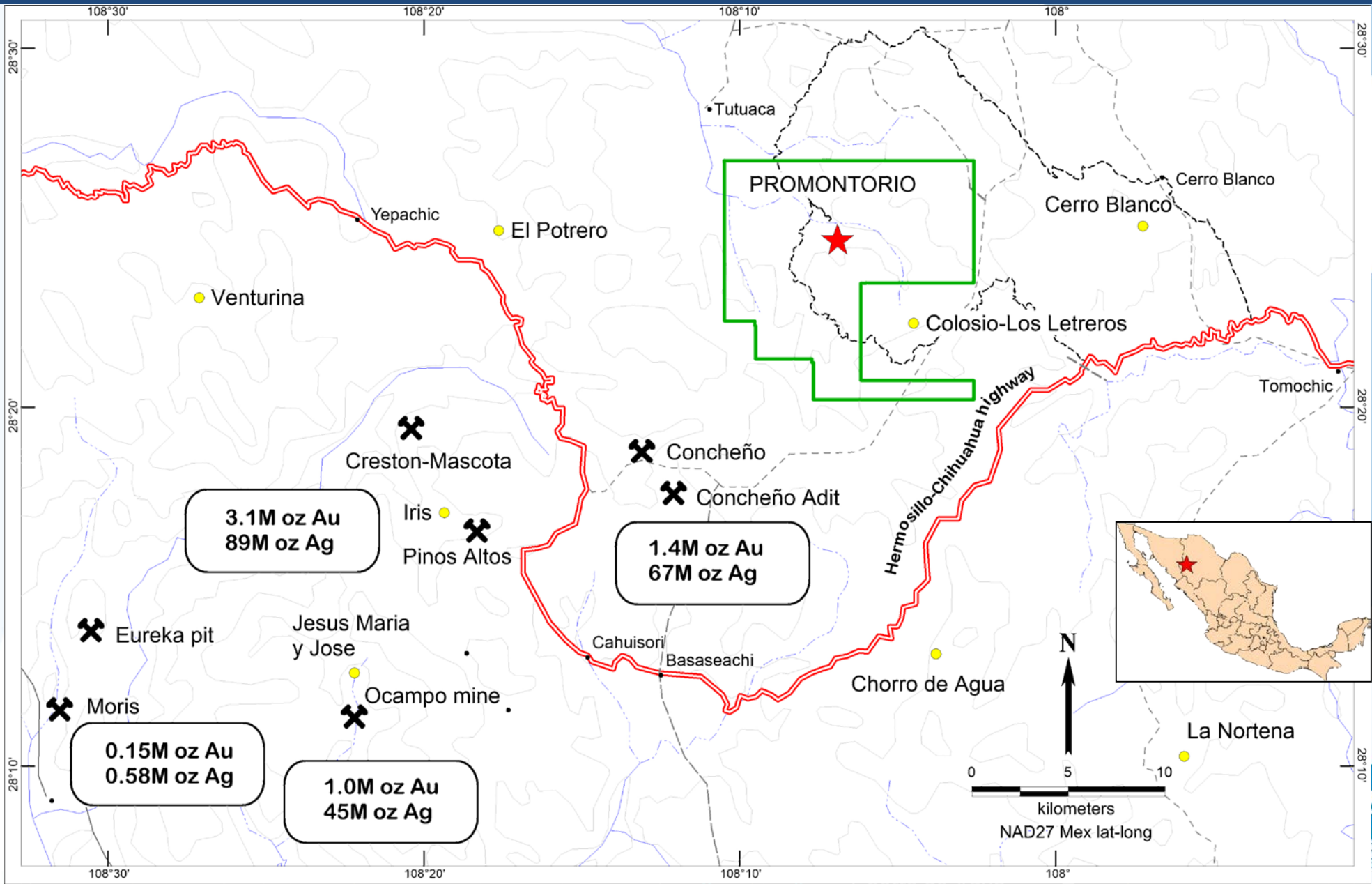
Telix
Graphite

Projects



METALS MINES
& EXPLORATION
PROJECTS
OVERLAIN ON
MINERAL TRENDS
IN MEXICO

Promontorio Project - 105km²



Giant Copper Deposit Potential

Promontorio & Cascada Deposits:

- Total JORC resources:

= 2.9Mt @ 2.5% CuEq (1.4% Cu, 1.6g/t Au & 35g/t Ag)*

= ~40,000t Copper, 150,000oz Gold & 3.25Moz Silver

Porphyry copper potential has attracted the interest of majors

Landmark Earn-In and Joint Venture Agreement with Rio Tinto

* Refer ASX release dated 7 May 2015

Rio Tinto Joint Venture – a landmark deal

Rio Tinto targeting giant porphyry copper deposits

Exploration sole-funded by Rio Tinto: **US\$2M** exploration in 2015




Azure is project manager, receives **10%** management fee

Rio Tinto can earn 80% project interest by spending **US\$45M**

Azure free-carried for first **US\$245M** expenditure (at 80% / 20%)

Result = accelerated exploration & development

Promontorio Activity Update – 2015

ACTIVITY	TIMING
Regional mapping & sampling	
Airborne LiDAR survey, aerial photography & DTM	
Aeromagnetic, radiometric and electromagnetic survey	
Ground IP survey	3rd Quarter 2015
Environmental approvals for drilling	Submitted
Diamond drilling	4th Quarter 2015



**Alacrán
Project**

Laramide Copper Belt
North America's Premier
Copper Province

USA

SONORA

CHIHUAHUA

MEXICO

*Gulf of
Mexico*

*Pacific
Ocean*

*Mexico
City* ★

La Paz

Alacrán - 54km² in excellent location

In the middle of the Laramide Copper Belt

- North America's largest copper producing district
- +75 million tonnes of copper produced (1870's – 2011)
- +295 million tonnes of total copper endowment (to 2011)

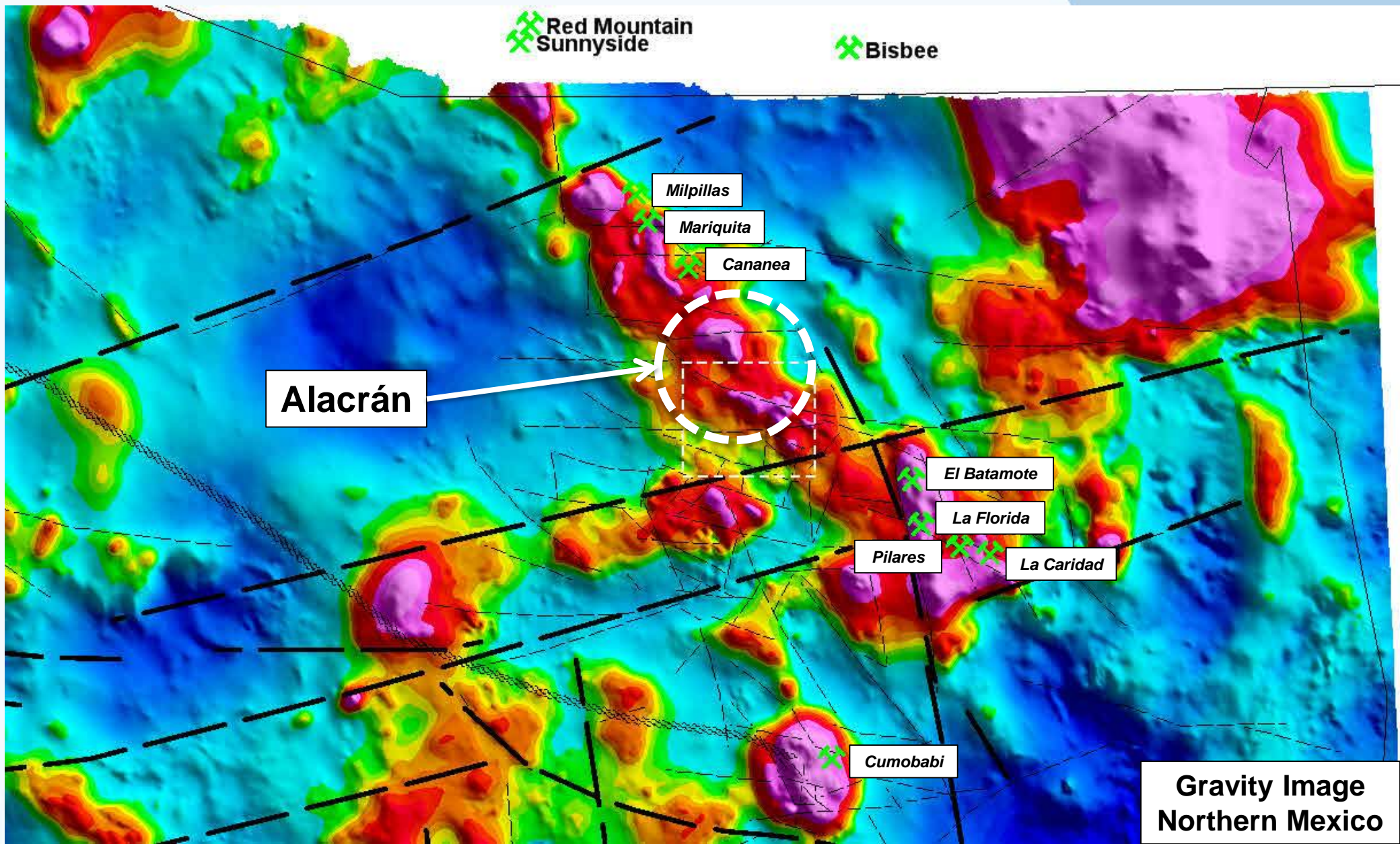
Alacrán is 12km from the giant Cananea Copper Mine

- Ore Reserves = 8 billion tonnes @ 0.33% Cu (>26Mt copper)

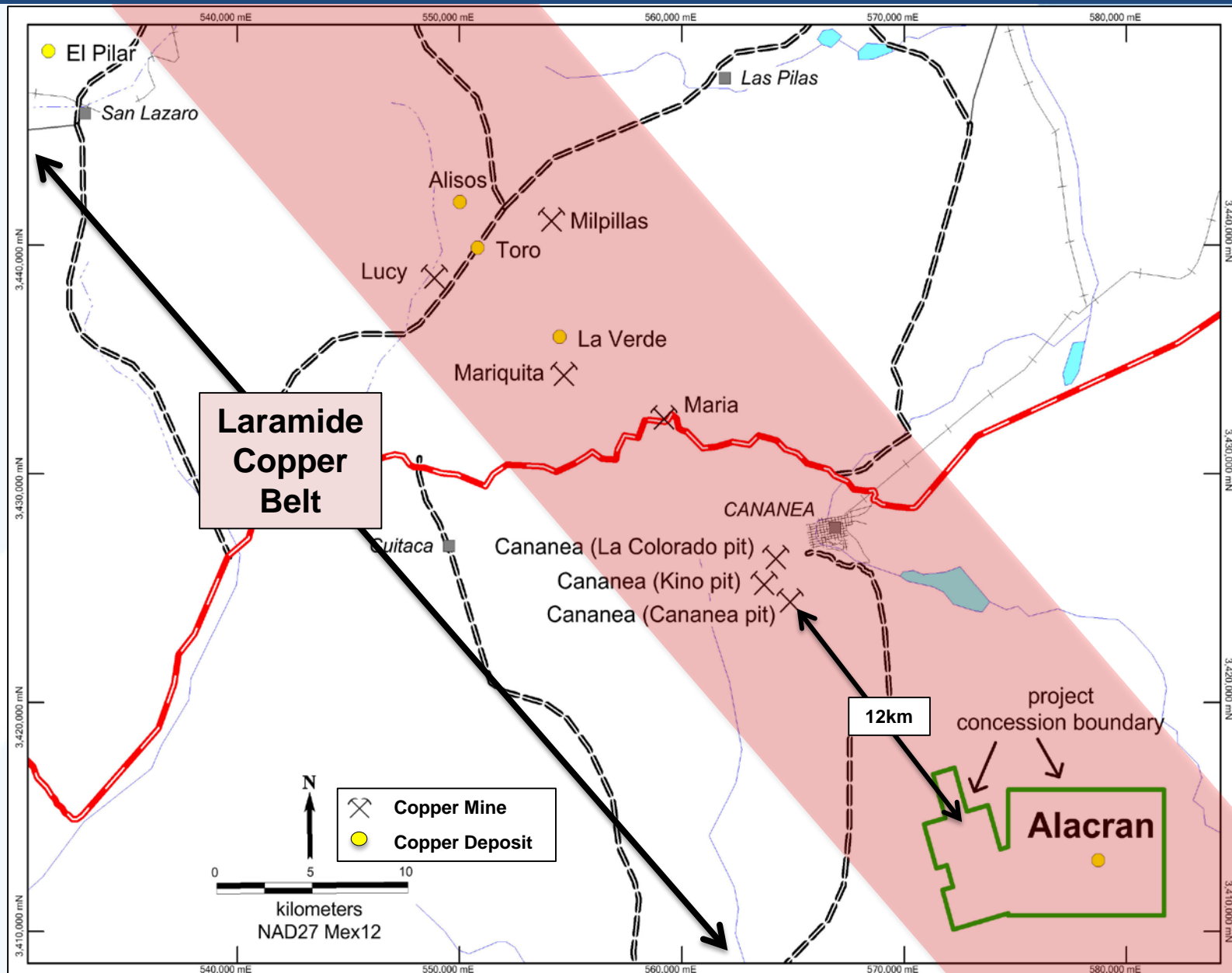
Alacrán Deposit Model

- La Colorada (Cananea): 7Mt @ 7.5% Cu (massive sulphides)

Middle of Mexico's Major Copper Mines



“Best under-explored copper project in Mexico”



Past, Present & Future

HISTORY:

- High grade copper mined with concentrates exported to the USA
- Production ceased in 1913 due to the Mexican Revolution
- **Importantly – Almost no modern exploration !!!**

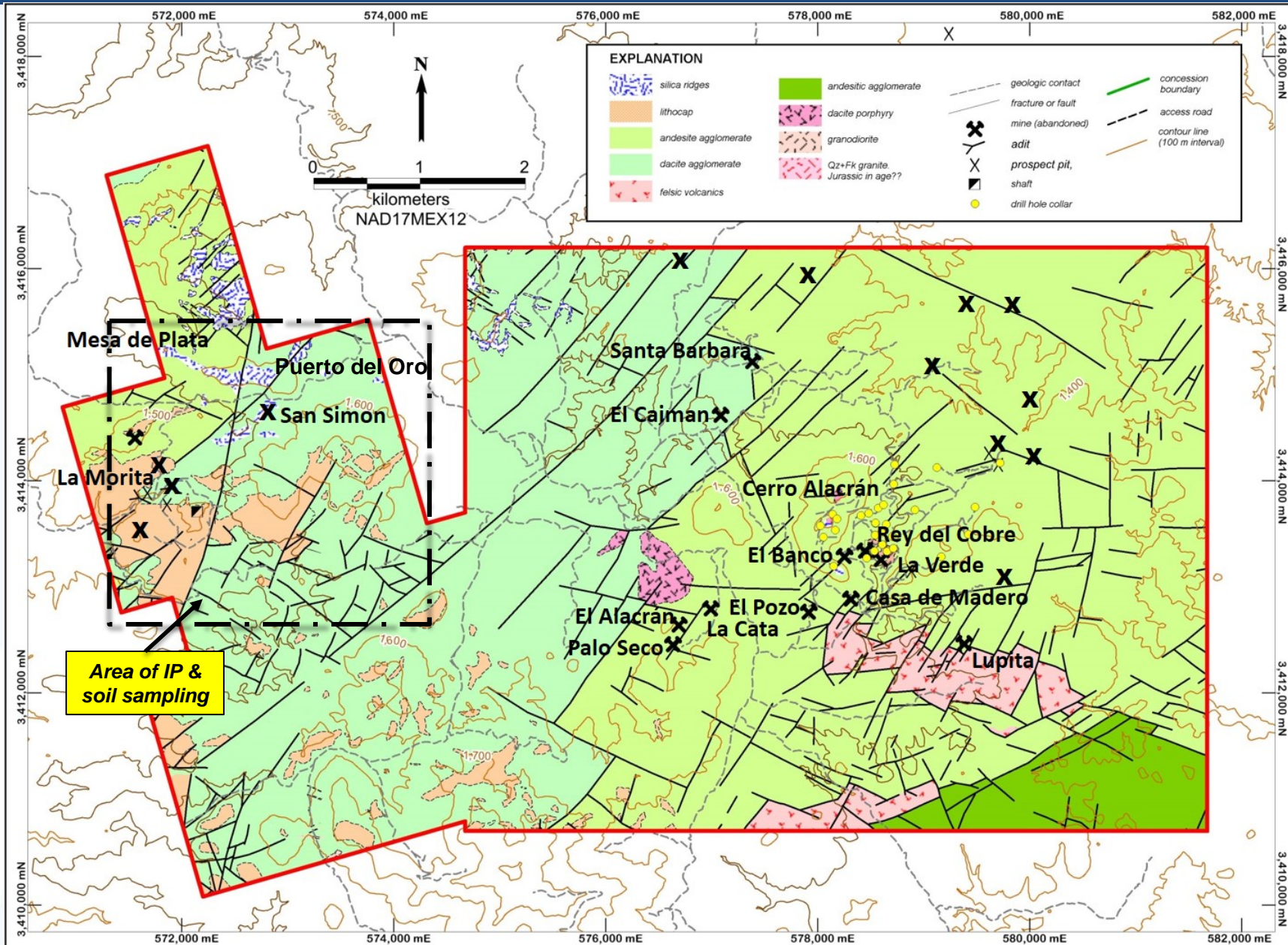
ACQUISITION TERMS:

- Azure can acquire 100% of Alacrán from Teck Resources by spending US\$5M over 4 years
- Teck has a one-off right to buy back up to 65% for US\$15M

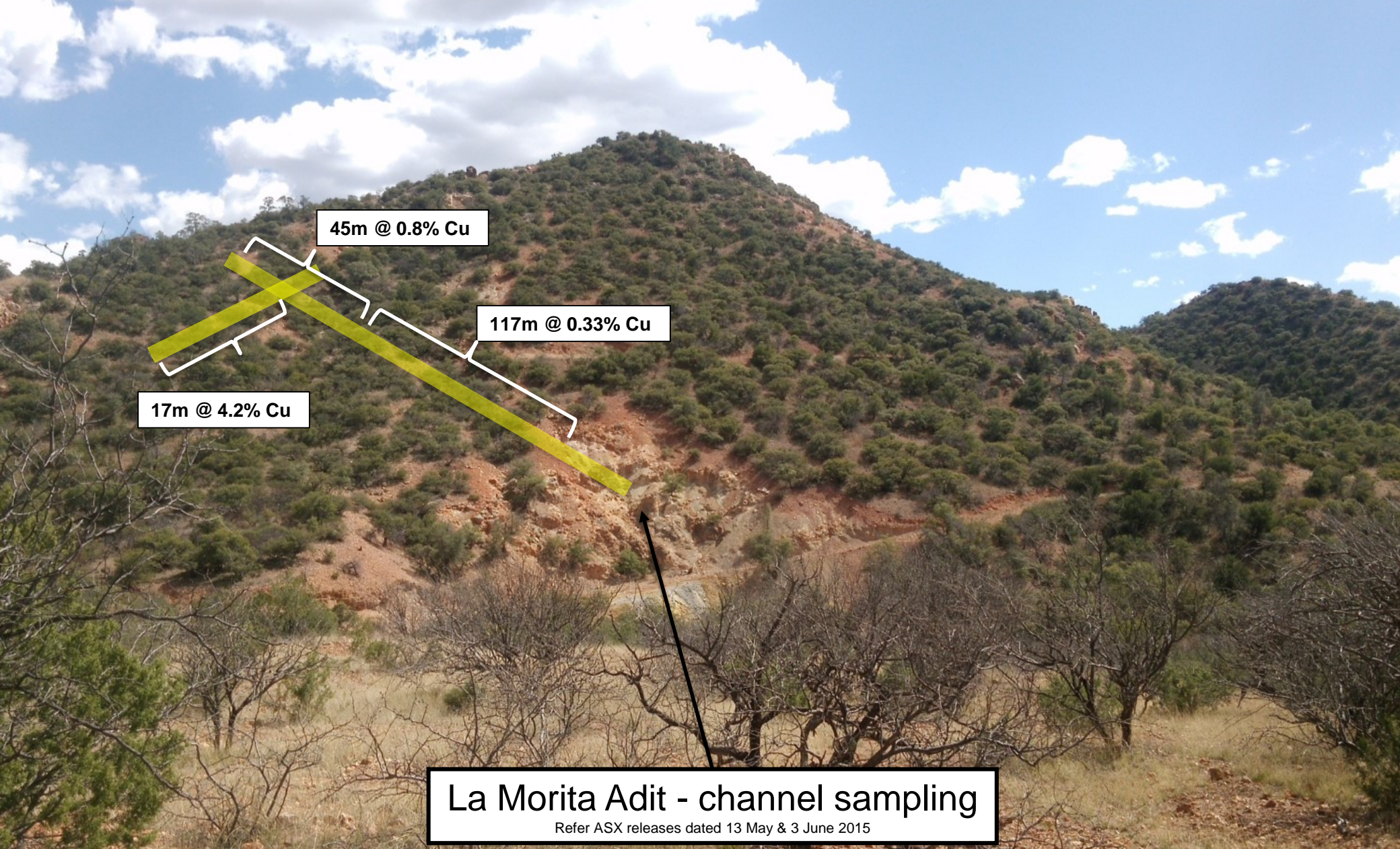
POTENTIAL:

1. High grade polymetallic sulphide deposits (eg: La Colorada)
2. Mid-grade porphyry-style sulphide copper deposits (eg: Cananea)
3. Low grade supergene, leachable chalcocite copper deposits

Many Untested Targets



La Morita – high grade copper



45m @ 0.8% Cu

117m @ 0.33% Cu

17m @ 4.2% Cu





La Morita Adit - channel sampling
Refer ASX releases dated 13 May & 3 June 2015

Cerro Alacrán: a drill-defined copper deposit



**Copper deposit is
open in all directions**

Alacrán Activity Update – Year 1

ACTIVITY	TIMING
Aerial photography & DTM	
Aeromagnetics	
IP survey – La Morita / San Simon	
Soil sampling survey – La Morita / San Simon	
Mapping & reconnaissance sampling	On-going
Environmental approvals for drilling	Submitted
Drilling	July >>>

Anticipated News Flow

Quarter	Promontorio	Alacrán
June 2015	Magnetic, radiometric & EM survey Mapping & sampling	Soil sampling IP survey Mapping & sampling
September 2015	IP survey	Drilling
December 2015	Drilling	Drilling

Azure in 2015

Promontorio:

- Fully-funded exploration underway
- Rio Tinto spending US\$2M in accelerated program

Alacrán:

- First modern systematic exploration
- Preliminary results show high grades of copper & silver
- Excellent potential for copper, gold & silver discoveries with first stage of exploration



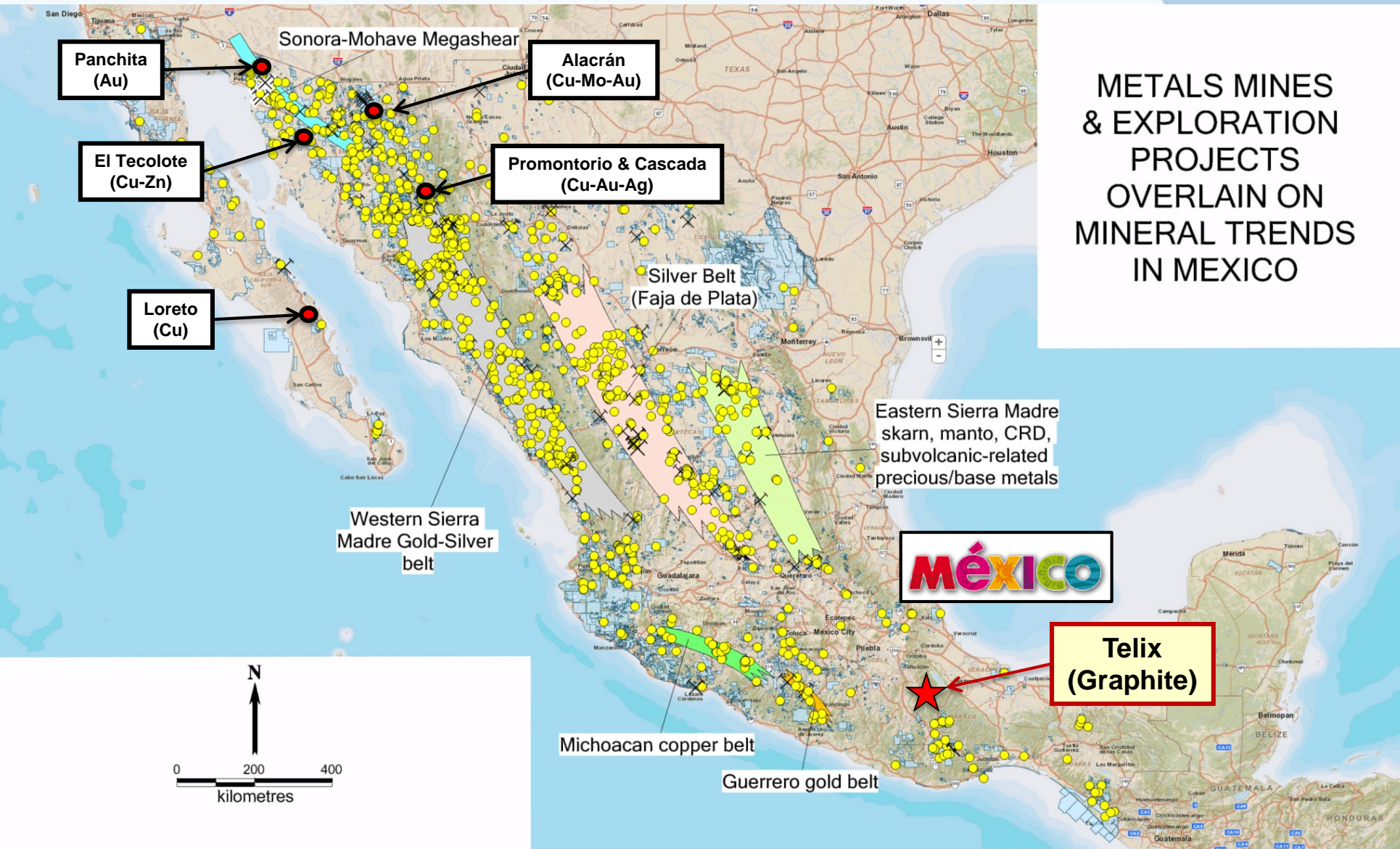
Thank You

Tony Rovira
Managing Director
Azure Minerals Limited
Ph: +61 8 9481 2555
tony@azureminerals.com.au

Media & Investor Relations
Rupert Dearden
Citadel-MAGNUS
Ph:+61 8 6160 4903
Mob: +61 422 209 889

Appendix – Further Information

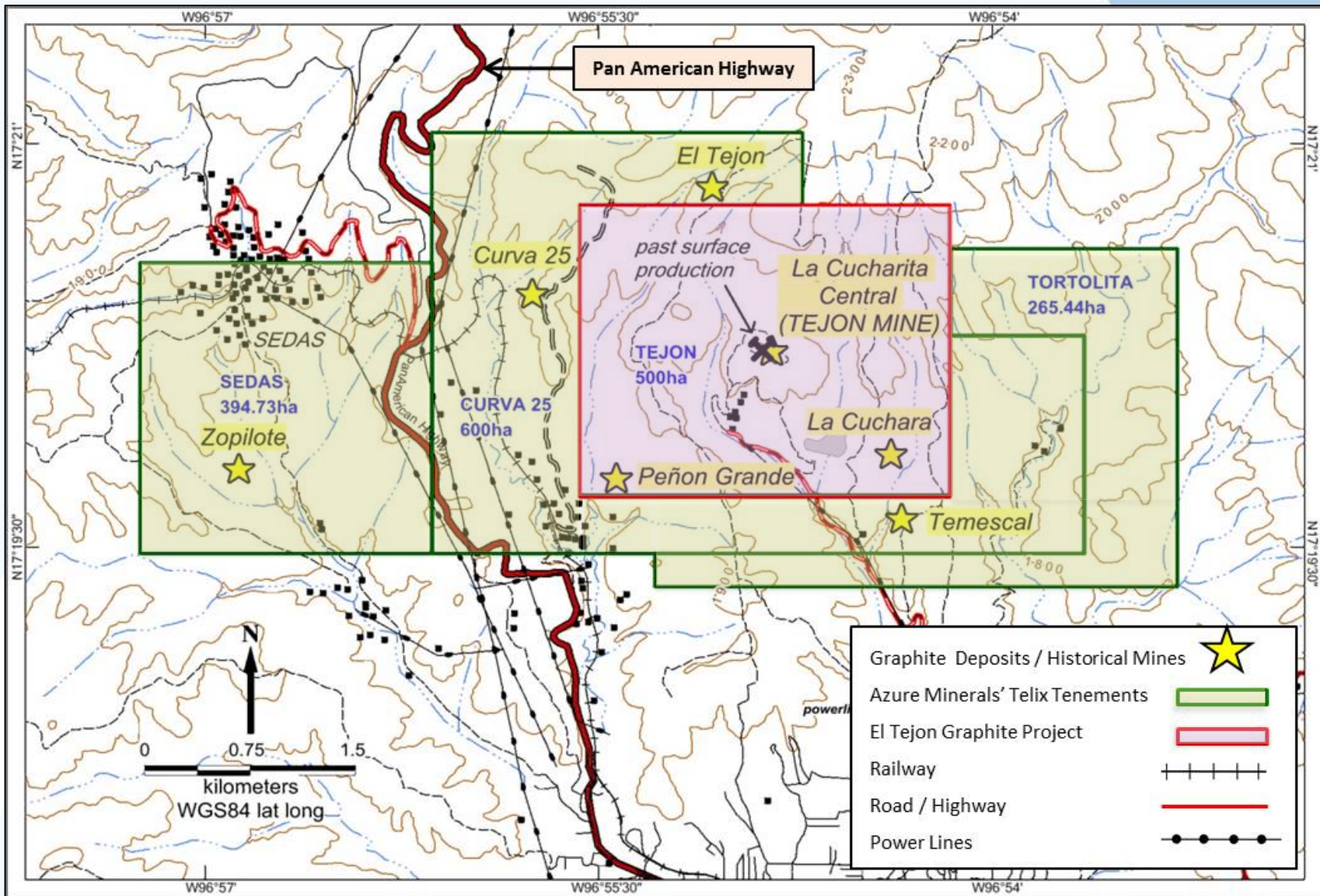
Telix Graphite Project



Telix – a strategic play

- Three large 100%-owned mineral concessions in proven graphite mining district
- Contains several historical graphite mines
- Excellent potential for commercial quantities of high quality flake graphite

Excellent Location & Infrastructure



Telex - a growth opportunity?

- Low entry cost & low holding costs
- Strategically important landholding
- Surrounds the El Tejon Graphite Mine and Mill - Mexico's only bulk tonnage, commercial producer of flake graphite
- El Tejon is being re-commissioned for production by Canadian company Big North Graphite – seeking mill feed

SYNERGIES ???

Evaluate co-development potential with El Tejon

Promontorio Project Resources

Promontorio Resource ⁽¹⁾		Grade				Contained Metal			
Classification	Tonnage (tonnes)	Cu (%)	Au (g/t)	Ag (g/t)	CuEq (%)	Cu (tonnes)	Au (oz)	Ag (oz)	CuEq (tonnes)
Indicated	610,000	2.7	1.7	56	4.4	16,700	32,500	1,090,000	26,500
Inferred	230,000	1.8	1.5	56	3.3	4,100	11,300	410,000	7,700
Total	840,000	2.5	1.6	56	4.1	20,800	43,800	1,500,000	34,200

Cascada Resource ⁽²⁾		Grade				Contained Metal			
Classification	Tonnage (tonnes)	Cu (%)	Au (g/t)	Ag (g/t)	CuEq (%)	Cu (tonnes)	Au (oz)	Ag (oz)	CuEq (tonnes)
Indicated	840,000	1.1	1.4	27	1.9	9,200	36,700	740,000	16,300
Inferred	1,230,000	0.8	1.8	26	1.8	9,500	70,500	1,020,000	22,300
Total	2,060,000	0.9	1.6	27	1.9	18,800	107,200	1,760,000	38,600

(1) See ASX release dated 10 May 2013 (Promontorio)

(2) See ASX release dated 7 May 2015 (Cascada)

Promontorio Total Resources

Total Resource ⁽¹⁾		Grade				Contained Metal			
Deposit	Tonnage (tonnes)	Cu (%)	Au (g/t)	Ag (g/t)	CuEq (%)	Cu (tonnes)	Au (oz)	Ag (oz)	CuEq (tonnes)
Promontorio	840,000	2.5	1.6	56	4.1	20,800	43,800	1,500,000	34,200
Cascada	2,060,000	0.9	1.6	27	1.9	18,800	107,200	1,760,000	38,600
Total	2,900,000	1.4	1.6	35	2.5	39,600	151,000	3,260,000	72,800

Metallurgical Test Results (2)

Concentrate	Copper		Gold		Silver	
	Grade (%)	Recovery (%)	Grade (ppm)	Recovery (%)	Grade (ppm)	Recovery (%)
Promontorio	39.5	94	9.6	54	773	88
Cascada	37.7	93	15.2	75	470	83

(1) See ASX releases dated 10 May 2013 (Promontorio) and 7 May 2015 (Cascada)

Metal Equivalency Statements

Copper Equivalency Statement – Promontorio:

Copper Equivalent (CuEq) was based on the following assumed metal prices that were guided by the three year averages at the data cut-off date 2 April 2013: US\$3.25/lb for Cu, US\$1,450/oz for Au and US\$27.50/oz for Ag.

The CuEq grade accounts for the following metal recoveries: 97.9% for Cu, 93.4% for Au, and 97.0% for Ag.

It is Azure's belief that all elements included in the metal equivalent calculation have a reasonable potential to be recovered.

The following formula was used to calculate the Copper Equivalent grade: $CuEq (\%) = (Cu\% \times 0.979) + (Au (g/t) \times 0.6077) + (Ag (g/t) \times 0.0120)$.

Copper Equivalency Statement – Cascada:

Copper Equivalent (CuEq) was based on the following assumed metal prices that were guided by the three year averages at the data cut-off date of 30 October 2014: US\$3.40/lb for Cu, US\$1,470/oz for Au and US\$25.00/oz for Ag.

The CuEq grade accounts for the following metal recoveries: 95.0% for Cu, 75.0% for Au, and 85.0% for Ag.

It is Azure's belief that all elements included in the metal equivalent calculation have a reasonable potential to be recovered.

The following formula was used to calculate the Copper Equivalent grade: $CuEq (\%) = (Cu\% \times 0.95) + (Au (g/t) \times 0.4729) + (Ag (g/t) \times 0.0091)$

Gold Equivalency Statement – San Simon:

Gold Equivalent (AuEq) was based on the following assumed metal prices that were guided by the three year averages at the data cut-off date of 8 May 2015: US\$1,190.30/oz for Au and US\$16.42/oz for Ag.

The following formula was used to calculate the Copper Equivalent grade: $AuEq (\%) = (Au (ppm) + (Ag (ppm)/70)$

Based upon other gold/silver mining operations in the district, it is Azure's belief that all elements included in the metal equivalent calculation have a reasonable potential to be recovered.

Competent Persons Statements

Competent Person Statements:

The information in this report that relates to the Mineral Resource for the Promontorio deposit was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

Information in this report that relates to previously reported Exploration Results and the Cascada Mineral Resource has been cross-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 announcement, and that all material assumptions and technical parameters underpinning the results and estimates in the relevant market announcements continue to apply and have not materially changed.