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Azumah to rake in \$5.25M in placement

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GHANA-focused gold hopeful Azumah Resources will complete a share placement to raise \$A5.25 million to accelerate development of the company's projects.

Perth-based Blackswan Equities will place 58.33 million shares at 9c each to local and international institutional and sophisticated investors.

The company said the placement was heavily oversubscribed.

Macquarie Bank's Metals and Energy Division is participating in the placement, which will increase its stake in Azumah to 15.26%.

The placement will require shareholder approval and a meeting is expected to be held in June.

Funds raised will be used to advance exploration, resource definition and project development at Azumah's Wa-Lawra project, which has an indicated and inferred resource of 754,000 ounces of gold.

Azumah is also in the process of acquiring the nearby Wa gold project from Toronto Stock Exchange-listed Crew Gold Corporation.

The company has nearly completed the three-month due diligence evaluation, which involves an initial exploration drilling program at the Julie and Collette prospects.

Shares in Azumah were up 9% or 1c today to 12c.