

COMPANY PROFILE

SUMMARY

Azco Mining Inc. (“Azco”), a U.S.-based mining and exploration company incorporated in August 1991, is focused on acquiring and developing precious metal properties, with a specific preference on gold, copper and/or silver reserves, proven or estimated, located in North America. Azco also holds certain lease and property rights to two separate industrial mineral reserves, both of which the Company intends to convert into shareholder value either through operations run by Azco, or via some other yet identified arrangement.

The current management of Azco Mining, Inc., which consists of CEO W. Pierce Carson and Chairman of the Board, Lawrence G. Olson, began a strategic turnaround of the Company in the fall of 2003. This transformation began with the amicable departure of the previous management, immediately followed by the designation of Dr. Carson as CEO. When Dr. Carson began his tenure, he presented to the Board a list of 24 properties that he had personally researched and identified for potential exploration and development. All of these are of course precious metal properties, and all Carson considered as very attractive acquisition opportunities for Azco.

CEO Carson has also set in motion a plan to revive the Company’s formerly shut down, Black Canyon mica mining operations. Carson has identified US \$5 million as the amount needed if Azco were to satisfy obligations,



perform the necessary modifications—both at Black Canyon and on the Company’s Glendale, Arizona processing facility, and re-open and commence mining operations.

Black Canyon may serve the Company and its shareholders better by Azco subletting or allowing a third party to satisfy obligations and set up operations, with Azco retaining a percentage of revenues from the mined mica. Either way, previous estimates have placed a rather substantial value on the realizable mica reserves at Black Canyon. The Company had previously suspended operations at the site in November 2002.

In 2004, Azco acquired the rights to approximately 90 square miles of mineral estate located within the Ortiz Land Grant. The Ortiz property is located within what is known as the Ortiz Mountains, situated 30 miles northeast of Albuquerque, New Mexico.

The Ortiz gold property is currently Azco’s largest precious metal, mining play. With two million ounces of gold reserves yet mined, and additional reserves more than likely, Azco intends to commence operations at Ortiz as soon as the working capital or an arrangement beneficial to Azco and its shareholders, becomes available to the Company.

The third mining project that Azco currently owns certain rights to is the micaceous iron oxide property located in La Paz County, Arizona. Azco actually re-acquired lease rights to the “New Planet” property in 2005. These rights include a mineral lease from New Planet Copper Mining Company for 31 patented mining claims covering 523 acres within said La Paz County.

Perhaps most interesting are the other yet identified, or yet announced, plans/projects that are currently being evaluated by the management of Azco Mining. Since the “shift” in ’03, Azco’s management has been clear about its focus and its new role as a *precious metals* exploration company. The 24 properties that Dr. Carson identified as “very” attractive acquisition targets, are all potentially being considered currently. It is essentially Carson’s experience, knowledge and contacts within the industry—developed and earned throughout his extensive career—that has given, and will continue to give Azco an edge in this arena. Announcements of this nature are likely forthcoming in 2006. STAY TUNED.

END OF SUMMARY

Data as of 01/19/2006

— CLOSING SNAPSHOT —

Last Trade:	\$ 1.41
Bid x Ask:	1.35 x 1.41
Volume:	212,656
Avg. Volume:	563,852*
	*per day, last 10 market days

— FINANCIAL STRUCTURE —

Authorized Shares:	100,000,000
Total Outstanding:	63,111,700*
Long-Term/ Unregistered:**	27 million
Estimated Float:**	36.1 million

*total outstanding shares accurate as of date of report, per Transfer Agent
**these numbers are rounded estimates, based on information available

— CORPORATE INFO —

Market Cap:	\$89 Million
Listing:	Pink Sheets
Filing Status:	Current thru 10K-SB, FY 2004
Fiscal Year-End:	06/30
State of Inc.:	Delaware
State Location:	Arizona

Business Description:

Exploration and Acquisition of Mining Projects; Focus on Precious Metals, i.e. Gold, Copper & Silver; Industrial Minerals: Mica & Micaceous Iron Oxide (MIO)

Transfer Agent:

Colonial Stock Transfer,
Salt Lake City, UT

SIC#: 1000 – Metal Mining



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— TRADING DATA —

52-Week Hi: \$ 1.48
(1/09/06)

52-Week Low: \$ 0.09
(6/07/05)

Avg. Price (50-day): \$ 0.78

Avg. Price (200-day): \$ 0.37

Avg. Volume (10-day): 563,852

Avg. Volume (50-day): 271,900

Avg. Volume (200-day): 185,500

MARKET MAKERS

ABLE	CLYP
DOMS	EFGI
ETRD	FRAN
HDSN	HILL
INTL	JEFF
MAXM	NITE
PALC	PERT
SACM	SBSH
SEAB	SSGI
TASL	TDCM
UBSS	VERT
VIEW	VFIN

All Market Makers currently making a market in AZMN. Source: Level II from www.AlphaTrade.com.

ORTIZ GOLD PROPERTY – NEW MEXICO

In 2004, with a new, experienced and discerning CEO at the helm, AZCO—as part of its turnaround strategy—acquired the rights to approximately 90 square miles of mineral estate located within the Ortiz Land Grant. The Ortiz property is located in the Ortiz Mountains, which are part of a 30-mile long range of a tertiary-intrusive range of mountains known as the Ortiz Porphyry Belt.

According to U.S. mining history, the first major gold discovery in the Western U.S. was made in the Ortiz Mountains in 1824. This discovery apparently set off the great U.S. Gold Rush of the 1800s.

The Ortiz property, while largely overlooked since those initial days, was further developed in the 1980s by various mining groups, including Pegasus Corporation, which spent over \$40 Million

to pursue what has been estimated as up to two million ounces of gold resources centered in the Carache and Lucas Canyon deposits of the property. Pegasus and the others pulled out, however, before realizing a significant share of the estimated gold—a move attributed to several factors including the depressed gold market at the time.

According to feasibility work done by an independent firm recently, the Carache and Lucas deposits form a basis of a very attractive and economically viable, open-cut mining operation. At gold prices of \$500/ounce (gold closed today—Jan. 19—at \$558.00 in the U.S.), these deposits alone would produce cash flow totaling \$180.9 million over ten years, after payment of all costs.

... THE CARACHE AND LUCAS CANYON DEPOSITS ALONE WILL PRODUCE CASH FLOW TOTALING \$180.9 MILLION OVER TEN YEARS, AFTER PAYMENT OF ALL COSTS.

The remaining gold fields that comprise the Ortiz property, which have only been partly exploited, possess “superb upside exploration potential”, according to geologists who have studied the area.

BLACK CANYON MICA PROJECT

In 1999 Azco acquired the Black Canyon mica project from Arizona Mica Properties, Inc. This acquisition included 43 unpatented mining claims at Black Canyon—located 30 miles north of Phoenix, Arizona—and a pilot plant situated in Glendale, Arizona. During its due diligence process, Azco identified significant mica deposits lying outside the original 43 claims. As a result, Azco has since acquired additional claims.

(over)



SIX-MONTH CHART



Cont...

The Black Canyon mica reserves are mostly comprised of high quality muscovite or "white mica". White mica is a mineral characterized by crystals that can be easily split into thin elastic sheets. Muscovite is valued for its unique combination of chemical, physical, electrical, thermal and mechanical properties. Because of these, muscovite has widespread application in plastics, automotive coatings, cosmetics, paints, catalysis and composite formulations.

Azco did produce and sell mica-filled plastic pellets to the manufacturers of reinforced plastics in the first quarter of fiscal year 2004. Since then, the Company has been unable to produce plastic pellets due to a lack of working capital. It has, however, continued to sell enough mica needed to produce the sough after pellets to a select group of existing customers.

Azco is currently evaluating options for its Black Canyon mining and processing facilities. The project's planned capacity—20 million pounds annually, the estimated 20



year ore reserve, and the fact that approximately 60% of the mica contained in these reserves is expected to be recoverable after losses due to mining and beneficiation, all add up to be a "holding of considerable value" still for Azco.

FELDSPATHIC SAND

In the mica separation process performed at Black Canyon, a high-quality sand known as feldspathic sand can also be generated. Feldspathic sand holds a value of its own for Azco, as it can be sold to: golf courses, for use in the construction of sand bunkers, and; to the construction industry, for use in the production of stucco.

NEW PLANET PROPERTY – MICACEOUS IRON OXIDE RESERVES

On September 22, 2005, Metallica Ventures LLC re-assigned to Azco, for consideration of \$10,000 and 2,000,000 unregistered shares of AZMN common stock, its right, title and interest in and to the lease with New Planet Copper Mining Company. This lease is for 31 patented mining claims covering 523 acres within La Paz County, Arizona.

The La Paz property—which Azco had previously held certain rights to—contains a world-class resource of micaceous iron oxide—commonly referred to as "MIO". MIO is an industrial mineral valued worldwide as an important coating pigment commonly used in the corrosion-control systems that accompany structural steelwork.

As with the Company's other industrial minerals holding, the New Planet property has a tremendous value attached to it—an estimated \$300 million worth of recoverable MIO in ground. Several options are currently being looked at, as means of bringing to fruition this eventual revenue for Azco and its shareholders.

CONCLUSION

The current management of Azco Mining has carefully developed a long-term plan of action since assuming active control in 2003. The Company's foremost goal at the present is to improve Azco's financial footing. Initially, a very important ingredient is to become compliant in the filing of the Company's annual and

quarterly financial statements. Also primary is the raising of interim financing to restructure existing debt with secured creditors, and to enable Azco to begin implementation of its various mining activities.

The Company has recently received verbal expressions of interest for larger financing once Azco becomes compliant in the filing of its financial statements, and its stock resumes trading on the Over the Counter Bulletin Board in the U.S.—expected to transpire sometime this spring.

END

MANAGEMENT

Lawrence G. Olson, Chairman

Mr. Olson became a Director of Azco in March 1999 in connection with the acquisition of Arizona Mica. He has held the position of Chairman since October 2000.

Mr. Olson has owned and operated his own business, Olson Precast of Arizona Inc., since 1973. Mr. Olson received a B.S. Degree in Civil Engineering from the University of Southern California.

W. Pierce Carson, President & CEO

Dr. Carson was named Director of Azco on October 7, 2003. Dr. Carson has 35 years of international mining experience, and he has managed the successful discovery, financing, development and operation of precious metals, base metals and industrial mineral properties in the United States, Australia and several other countries.

From 1981 to 2000, he worked for Nord Pacific Limited and Nord Resources Corporation in senior management capacities, including as President and CEO. Prior to that, he managed exploration programs for Exxon Minerals Company and Kennecott Copper Company.

Dr. Carson holds a Bachelors Degree in Geology from Princeton University and MS and PhD Degrees in Economic Geology from Stanford University.

This document may include forward-looking statements that involve a number of risks and uncertainties. Actual results could differ materially from those anticipated as a result of various risks. There are numerous factors that could contribute to such differences, therefore such projected events and anticipated results are not warranties or guaranties that such events will occur or that the Company will achieve such results. A. Arms Consultants was compensated no more than \$500 for this report by Equiti•trend Advisors LLC, a consulting firm that has a relationship with AZCO Mining. For more information about that relationship, please call Equiti•trend at 858-436-3350. A. Arms specializes in analyzing micro cap companies, and often performs research on the featured company's financials, on industry trends, interviews the management, and looks at other pertinent financial and trading information to write these reports and help determine a fair value estimate for a stock's PPS—to be reached sometime within the next 12 months. As "pink sheet" securities are very risky by nature, investors should perform their own research, and come to their own conclusions. For more information about AZCO Mining, please visit www.azco.com. For risks involved in "penny stocks", go to www.sec.gov and read the "Investor Information" section. Although A. Arms Consultants owns no shares of AZMN currently, he should be considered a buy-side analyst.