

12 September 2008

The Manager, Companies
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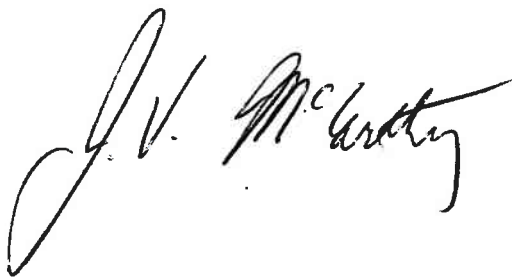
Dear Sir,

**AXIOM MINING LIMITED (ASX CODE: AVQ)
ASX Announcement**

NEWS RELEASE

In accordance with Listing Rule 3.1, we attach the following.

Yours faithfully



J.V. McCarthy
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Sydney, Australia

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Impressive exploration results in Queensland – lost in market blues?

Axiom Mining – News Release

September 2008

Axiom geologists believe there is strong evidence for economic-grade gold mineralisation of significant size at the Mountain Maid prospect west of Chillagoe, North Queensland.

Work to date has shown that the geology is very similar to Barrick-Novagold's Donlin Creek deposit in Alaska and other recently recognised Intrusive-Related Gold Systems (IRGS). Donlin Creek contains a resource of over 30 million ounces of gold and Novagold has a market cap in the range of US\$700 million.

The results are coming in fast for the Hanoi-and-Townsville-anchored explorer which, like many juniors, has tried to shrug off market blues and maintain the pace of its resource definition drilling. Over 70% of the company's budget goes into drilling operations.

Founding director Jake Gray says, "In this market, the share price is seldom an accurate reflection of a company's value. Fantastic results are getting lost in the wider mêlée and many explorers are struggling to maintain momentum. In the near term, as a result of the downturn in commodities prices from all time highs and the resulting lack of support for mining stocks, many exploration companies are being deprived of critical exploration capital. We stand with those who believe that the resources sector will experience an increasingly robust environment over the next decade and longer. Global demand for commodities, principally driven by China followed by India, Malaysia, Thailand, Vietnam and other rapidly developing countries will continue to challenge supply constraints brought about by years of under-investment in metals exploration."

"And while metal prices have certainly pulled back in the last eight months, gold is still 48% higher than it was in 2005, and silver is 54% higher and copper remains well over treble what it was three or four years ago," Gray points out.

"Axiom is fortunate to have a longer-term and sophisticated investor base that understands the philosophy and rewards of professionally driven exploration."

In Queensland, Axiom's Nightflower project continues to expand its historical resource and both it and the Cardross project are expecting JORC resource statements in the next 6 months. The assays at Nightflower are producing grades of more than 500 g/t of silver.

Axiom's Vietnamese flagship, Quang Bin, has an independently estimated potential of 1.8m ounces gold and a JORC resource is also expected soon.

Investors will be able to chat directly with Axiom team members at Sydney's upcoming Excellence in Mining Conference starting Sunday 14 September at the Hilton Hotel.

For interview contact Jake Gray or Jack McCarthy at +84913 237 701 or +61406 533 055

For more information and project photos contact Pepita Maiden at 0422 989 899 or maiden@pepita.com.au