

BRE Secures Export Approvals and Partnership with Indústrias Nucleares do Brasil

BRE is pleased to announce two significant developments relating to the advancement of its district-scale rare earth projects across the Rocha da Rocha province in Brazil:

- BRE has obtained official registration and consent from the Brazilian National Nuclear Energy Commission to export mineral concentrates and products including uranium and rare earth minerals such as monazite and bastnaesite.
- BRE has executed a non-binding Memorandum of Understanding (MoU) with Indústrias Nucleares do Brasil S.A. (INB)
 - Collaborate on the development of potential uranium feedstocks as a co-product from BRE's rare earth projects across the Rocha da Rocha province
 - Agreement for BRE to export rare earth/monazite concentrates, that may contain uranium, for downstream processing
 - INB to provide advice and support to BRE in securing regulatory approvals and permits
 - On completion of a definitive feasibility study, BRE and INB undertake to enter into legally binding contracts that reflect the commercial principles set out in the MoU

Brazilian Rare Earths Limited (ASX: BRE) is pleased to announce that it has secured an official registration and consent from The Brazilian National Nuclear Energy Commission that allows BRE to export mineral products, including rare earths/monazite concentrates. The authorisation provides BRE with the approvals to export high-grade mineral samples to international laboratories for further test work and underpins future production scale exports, subject to regular local business and logistical procedures.

BRE has also signed a non-binding MoU with INB, the state-owned Brazilian nuclear company, focussed on potentially valuable uranium co-products at BRE's rare earth projects across the Rocha da Rocha province.

INB has responsibility for all aspects of production and commercialisation of nuclear materials in Brazil including approvals for the export of any mineral ore or concentrate containing nuclear materials. Under the terms of the non-binding MoU, BRE and INB have agreed that:

- BRE's proposed project development plan initially targets the production and export of rare earth concentrate for downstream processing
- BRE's uranium co-product may be made available, in Brazil or overseas, to INB on commercial terms to be agreed by BRE and INB subject to economic viability
- INB and BRE will negotiate a remuneration agreement to compensate BRE for the costs of producing and separating a uranium by-product, plus an agreed profit margin
- INB will provide support and advice to BRE to obtain the requisite regulatory permits and approvals for the development of BRE's rare earth projects
- INB and BRE have agreed to partner to research processing routes for rare earth concentrates, including those with a uranium co-product, with an aim to develop downstream processing capacity in Brazil
- Where practicable, INB will provide BRE access to INB's research and development facilities

INB's President, Adauto Seixas, commented:

“Brazil has a long standing, successful nuclear power industry. BRE's discovery may provide Brasil with significant additional uranium resources and INB will work with BRE to ensure that it can be developed for the benefit of all Brazilians.”

Brazilian Rare Earths' MD and CEO, Bernardo da Veiga, commented:

“The granting of the export licence and the partnership with INB marks an important milestone for BRE. We look forward to working closely with INB and appreciate the opportunity to contribute to the development of Brazil's untapped critical mineral resources, including the potential to leverage INB's extensive experience in uranium development to investigate the potential for downstream processing capacity in Brazil.”

About INB and the Brazilian Nuclear Industry

Brazil is one of the few countries in the world to control the full uranium cycle and has a well-developed nuclear program. It operates two nuclear power plants, Angra I and Angra II, with a third, Angra III, under construction.

INB, controlled by the Brazilian Ministry of Mines and Energy, manages the development of Brazil's strategic nuclear ore resources. INB aims to support the development of new sources of domestic feedstocks through commercial partnerships with the private sector.

Uranium has been mined in Brazil since 1982. INB currently operates the Caetité uranium mine in Bahia State, ~420 km from the Monte Alto project. INB has a commercial partnership with Galvani Fertilizantes to secure the uranium co-product from phosphate mining at the Santa Quitéria project.

This announcement has been authorized for release by the CEO and Managing Director.

For further information and enquires please contact:

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Forward-Looking Statements and Information

This Announcement may contain “forward-looking statements” and “forward-looking information”, including statements and forecasts which include (without limitation) expectations regarding industry growth and other trend projections, forward-looking statements about the BRE’s Projects, future strategies, results and outlook of BRE and the opportunities available to BRE. Often, but not always, forward-looking information can be identified by the use of words such as “plans”, “expects”, “is expected”, “is expecting”, “budget”, “outlook”, “scheduled”, “target”, “estimates”, “forecasts”, “intends”, “anticipates”, or “believes”, or variations (including negative variations) of such words and phrases, or state that certain actions, events or results “may”, “could”, “would”, “might”, or “will” be taken, occur or be achieved. Such information is based on assumptions and judgments of BRE regarding future events and results. Readers are cautioned that forward-looking information involves known and unknown risks, uncertainties and other factors which may cause the actual results, targets, performance or achievements of BRE to be materially different from any future results, targets, performance or achievements expressed or implied by the forward-looking information.

Forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the Directors and management of the Company. Key risk factors associated with an investment in the Company are detailed in Section 3 of the Prospectus dated 13 November 2023. These and other factors could cause actual results to differ materially from those expressed in any forward-looking statements.

Forward-looking information and statements are (further to the above) based on the reasonable assumptions, estimates, analysis and opinions of BRE made in light of its perception of trends, current conditions and expected developments, as well as other factors that BRE believes to be relevant and reasonable in the circumstances at the date such statements are made, but which may prove to be incorrect. Although BRE believes that the assumptions and expectations reflected in such forward-looking statements and information (including as described in this Announcement) are reasonable, readers are cautioned that this is not exhaustive of all factors which may impact on the forward-looking information.

The Company cannot and does not give assurances that the results, performance or achievements expressed or implied in the forward-looking information or statements detailed in this Announcement will actually occur and prospective investors are cautioned not to place undue reliance on these forward-looking information or statements.

Forward looking statements in these materials speak only at the date of issue. Subject to any continuing obligations under applicable law or any relevant stock exchange listing rules, in providing this information the Company does not undertake any obligation to publicly update or revise any of the forward-looking statements or to advise of any change in events, conditions or circumstances on which any such statement is based.

Competent Persons Statement

The information in this announcement that relates to Exploration Results is based on, and fairly represents, information compiled or reviewed by Mr Adam Karst P.G, a Competent Person who is a registered member of the Society of Mining, Metallurgy and Exploration which is a Recognised Overseas Professional Organisation. Mr Karst has sufficient experience that is relevant to the style of mineralisation and types of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Karst consents to the inclusion in this report of the results of the matters based on his information in the form and context in which it appears.