

ADVANCE AND OVERSEAS R&D FINDINGS SECURED FOR EMA PROJECT

Highlights

- **Advance Finding secured:** Pre-approval of Ema-related R&D activities as eligible under the R&D Tax Incentive program for a multi-year period
- **Overseas Finding granted:** Approval for critical R&D activities to be conducted in Brazil while remaining eligible for the Australian incentive framework
- **Reduced regulatory risk:** Increased certainty over eligibility of technical work programs
- **Supports ongoing development:** Reinforces BCM's ability to execute metallurgical, hydrological and in-situ recovery ("ISR") testwork programs
- **Enhances funding efficiency:** Potential to offset a portion of R&D expenditure through Australian tax incentives

Brazilian Critical Minerals Limited (**ASX:BCM**) ("**BCM**" or the **Company**") is pleased to advise that it has received a Certificate for Advance and Overseas Findings under Sections 28A and 28C of the Industry Research and Development Act 1986 in respect of its ongoing technical programs at the Ema Rare Earth Project ("Ema" or "the Project") in Brazil.

The certificate has been issued by Industry Innovation and Science Australia (the Board) the Department of Industry, Science and Resources and provides formal pre-approval of the eligibility of the Company's research and development ("R&D") activities, including those undertaken outside of Australia, under the Australian Government's R&D Tax Incentive program.

Andrew Reid, Managing Director, commented:

"Securing both Advance and Overseas Findings is a strong validation of the technical integrity and necessity of our R&D program at Ema. Importantly, it provides upfront certainty regarding the eligibility of our work under the Australian R&D Tax Incentive, while recognising that critical elements of our program must be undertaken in Brazil.

This outcome strengthens our ability to efficiently fund and execute the next stages of development as we continue to position Ema as a globally significant ionic clay rare earth project."

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Strategic Importance

The approval of both Advance and Overseas Findings represents a significant milestone for BCM and provides enhanced confidence in the Company's technical development pathway for Ema.

The nature of ionic adsorption clay rare earth mineralisation requires location-specific testing, particularly in relation to leaching behaviour, permeability and recovery dynamics. As such, a substantial portion of the Company's R&D program must be conducted in Brazil, where geological, hydrological and climatic conditions can be accurately assessed.

The Overseas Finding confirms that these activities are both necessary and integral to the Company's core R&D program and cannot be effectively replicated within Australia.

Ema Technical Program

BCM's current R&D program at Ema is focused on:

- Optimisation of in-situ recovery (ISR) methodologies for ionic clay-hosted rare earth mineralisation
- Metallurgical testwork to improve recovery rates and reagent efficiency
- Hydrogeological modelling and field validation
- Environmental baseline studies and ESG-aligned extraction methods

These activities are designed to support the advancement of the Project toward feasibility and ultimately commercial production.

About the R&D Tax Incentive

The Australian Government's R&D Tax Incentive, jointly administered by Department of Industry, Science and Resources and the Australian Taxation Office, is designed to encourage companies to undertake eligible R&D activities.

An Advance Finding provides binding guidance on the eligibility of activities, while an Overseas Finding allows certain R&D activities conducted outside Australia to qualify where it can be demonstrated that they cannot be effectively undertaken domestically.

This announcement has been authorised for release by the Board of Directors.

Enquiries

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Brazilian Critical Minerals Limited (BCM) is a mineral exploration company listed on the Australian Securities Exchange.

Its major exploration focus is Brazil, in the Apuí region, where BCM has discovered a world class Ionic Adsorbed Clay (IAC) Rare Earth Elements deposit. The Ema IAC project is contained within the 781 km² of exploration tenements within the Colider Group.

BCM has defined an indicated + inferred MRE of 1.07Bt of REE's with metallurgical recoveries averaging 62% MREO some of the highest for these types of deposits anywhere in the world.

The Company is currently working on completing its Bankable Feasibility Study, securing offtake agreements and permits in advance of project development.



JORC Category	cut-off ppm TREO	Tonnes Mt	TREO ppm	NdPr ppm	DyTb ppm	MREO ppm	MREO:TREO %
Indicated	500	392	773	184	17	200	25
Inferred	500	681	712	168	15	184	25
Total	500	1,071	732	174	16	190	25

The information in this announcement relates to previously reported exploration results and mineral resource estimates for the Ema Project released by the Company are available on the Company's website. The Company confirms that is not aware of any new information or data that materially affects the information included in the above-mentioned releases and continues to apply and have not materially changed in accordance with listing Rule 5.23.2.

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