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MARCH 2025 QUARTERLY REPORT

Brazilian Rare Earths Limited (ASX:BRE) ('BRE') presents its quarterly report for the period ended 31 March 2025. Key highlights during and subsequent to the end of the quarter included:

Record exploration success continues at Monte Alto

- New exploration results at Monte Alto increased the continuity, depth and scale of the ultra-high-grade REE-Nb-Sc-Ta-U mineralised envelope, that remains open along strike and at depth
- Ultra-high-grade rare earth intercepts up to 45.7% TREO, including standout grades of 69,558 ppm NdPr and 11,696 ppm of DyTb
- New record assays for niobium at 17,092 ppm Nb_2O_5 and tantalum at 962 ppm Ta_2O_5, with near record grades of scandium at 382 ppm Sc_2O_3 and uranium at 5,781 ppm U_3O_8
- Drilling extended the thick horizons of shallow high-grade monazite-sand mineralisation - including 18m at 6.8% TREO from surface
- Multiple regional discoveries and airborne magnetics indicate a larger, interconnected high-grade mineral system extending +4 km beyond the maiden Monte Alto deposit

Pelé confirmed as district-scale high-grade rare earth project

- Exploration at Pelé Target 1 delivered discoveries of high-grade rare earth outcrops with grades of up to 17.7% TREO and high-grade monazite sands with grades of up to 8.5% TREO
- High-grade diamond drill results at Pelé Target 1 returned assays of up to 13.5% TREO, including NdPr: 23,217 ppm | DyTb: 938 ppm | Nb_2O_5: 5,011 ppm | Sc_2O_3: 381 ppm | Ta_2O_5: 248 ppm | U_3O_8: 1,100 ppm
- Successful drilling extended large, shallow horizons of high-grade monazite-sands, with grades of up to 7.9% TREO and assays of up to 11,681 ppm NdPr and 580 ppm DyTb

Amargosa Bauxite-Gallium Project unlocks new province-scale value pathways

- BRE and Rio Tinto replaced the US$40m bauxite production-linked milestone payment with a fixed priced US$1.00/wet tonne royalty on future bauxite sales, providing greater funding flexibility
- 56,919 metres of historic drilling confirmed thick, high-grade bauxite intervals - including 27.5 metres at 51.3% total available alumina content - with low levels of reactive silica and iron
- Re-assays of 1,275 bauxite samples revealed a new gallium discovery with exceptional grades of up to 190 ppm Ga_2O_3, and a mean grade of 75 ppm Ga_2O_3
- Given the potential scale and quality of the bauxite-gallium prospects, RPM Global has been appointed to expedite a JORC-compliant bauxite and gallium Mineral Resource and Scoping Study

Strong financial position

- At 31 March 2025, BRE held A$75.4 million in cash
- Well funded for planned exploration and feasibility work programs through 2026

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Record exploration success continues at Monte Alto[1]

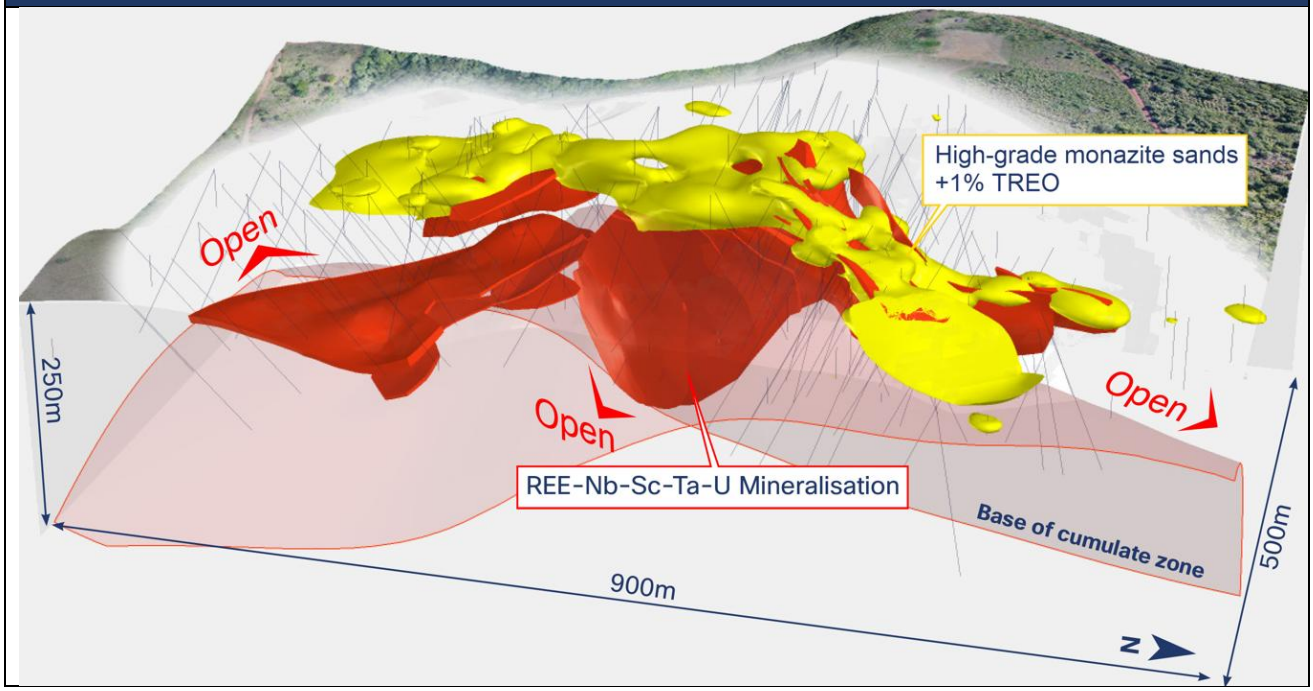
Step-out and in-fill drilling at the Monte Alto Project extended the known strike, continuity, and depth of ultra-high-grade rare earth mineralisation. Deeper drill holes successfully extended the continuous horizons of thick and ultra-high-grade REE-Nb-Sc-Ta-U mineralisation at the centre of the deposit.

Exceptional rare earths grades of up to 45.7% TREO were returned, which is the highest-grade rare earth assay at Monte Alto so far. Ultra-high grades of neodymium and praseodymium up to 69,558 ppm NdPr combined with exceptional heavy rare earth grades of dysprosium and terbium up to 11,696 ppm DyTb.

New exploration assay records for niobium at 17,092 ppm Nb_2O_5 and tantalum at 962 ppm Ta_2O_5. Very high-grades of up to 382 ppm Sc_2O_3 and 5,781 ppm U_3O_8 were also returned.

The latest drilling delineated a series of stacked, continuous horizons of REE-Nb-Sc-Ta-U mineralisation across a geological fold connecting the southern and northern domains of the Monte Alto deposit.

Figure 1: Monte Alto deposit with high-grade monazite sands overlaying the hard rock REE-Nb-Sc-Ta-U mineralisation – Oblique View to the Southwest



The stand-out exploration result was diamond drill hole MADD0101, a continuous 28.8 metres (true-width) ultra-high-grade 18.5% TREO mineralisation starting from just 10 metres of depth. This wide drill intercept returned:

- **37m at 16.1% TREO from 10m**: NdPr: 23,476 ppm | DyTb: 1,157 ppm | Nb_2O_5: 4,637 ppm | Sc_2O_3: 108 ppm | Ta_2O_5: 316 ppm | U_3O_8: 1,965 ppm, including:
- **29m at 18.5% TREO from 10m**: NdPr: 27,071 ppm | DyTb: 1,293 ppm | Nb_2O_5: 5,127 ppm | Sc_2O_3: 122 ppm | Ta_2O_5: 350 ppm | U_3O_8: 2,205 ppm, including:
- **7.1m at 35% TREO from 21.9m**: NdPr: 56,681 ppm | DyTb: 2,522 ppm | Nb_2O_5: 8,628 ppm | Sc_2O_3: 237 ppm | Ta_2O_5: 582 ppm | U_3O_8: 4,063 ppm (MADD0101)

[1] Refer ASX Announcement dated 21 January 2025. The Company is not aware of any new information or data that materially affects the information contained in the referenced ASX Announcement.

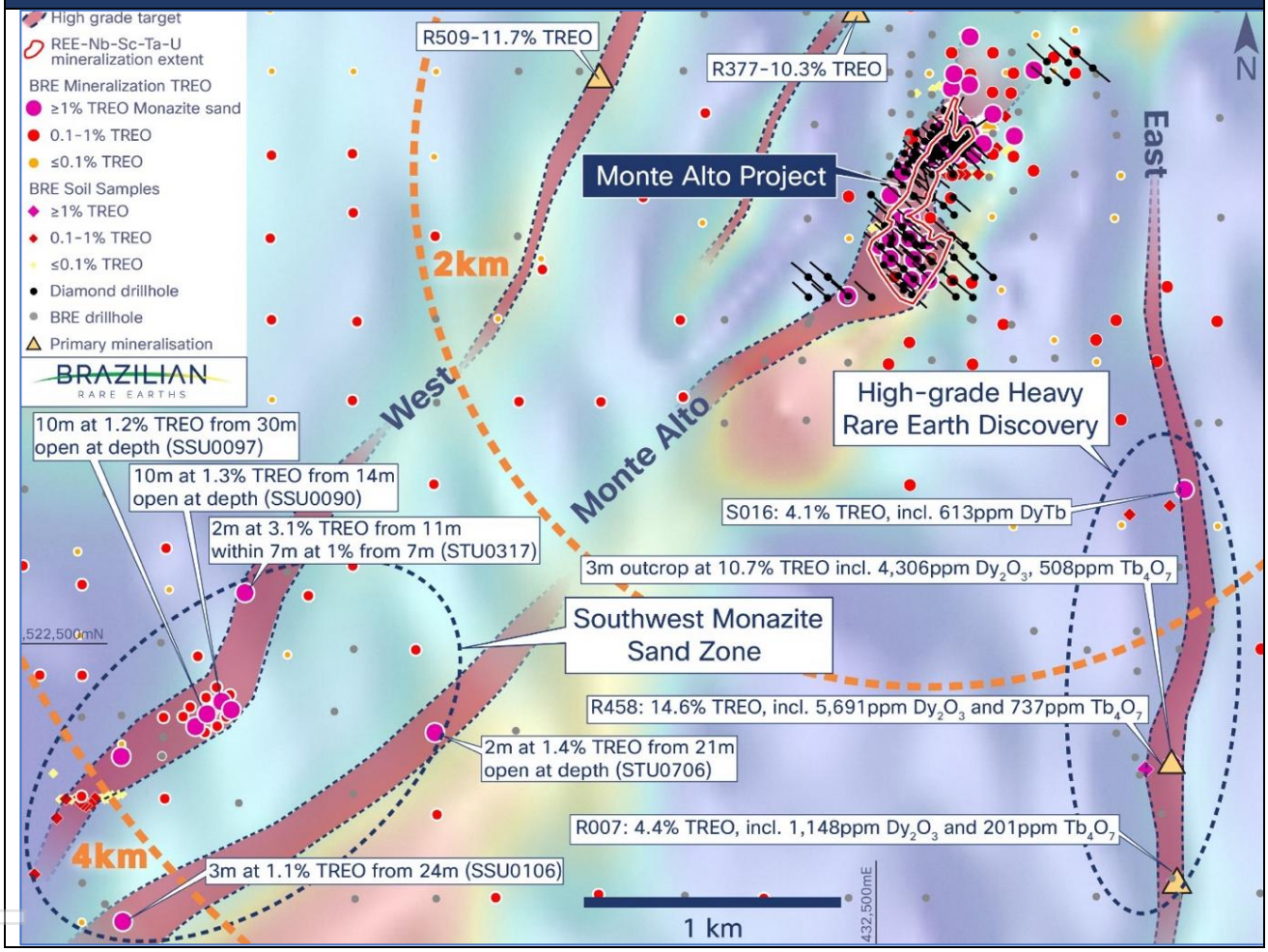
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District-scale exploration upside at Monte Alto [2]

A review of high-resolution airborne magnetics outlines a series of intense, parallel anomalies that link the maiden Monte Alto deposit to multiple undrilled targets across 4 km exploration corridors hosted in REE-Nb-Sc-Ta-U mafic cumulate horizons.

Early exploration delivered three bedrock-hosted rare earth discoveries. Among these, a discovery just 500 metres west of the maiden Monte Alto deposit, returned a grab-sample assay of 10.2% TREO (R377), highlighting adjacent extension potential at Monte Alto.

Figure 2: Monte Alto 'district-scale' rare-earth exploration corridors



[2] Refer ASX Announcement dated 21 January 2025. The Company is not aware of any new information or data that materially affects the information contained in the referenced ASX Announcement.

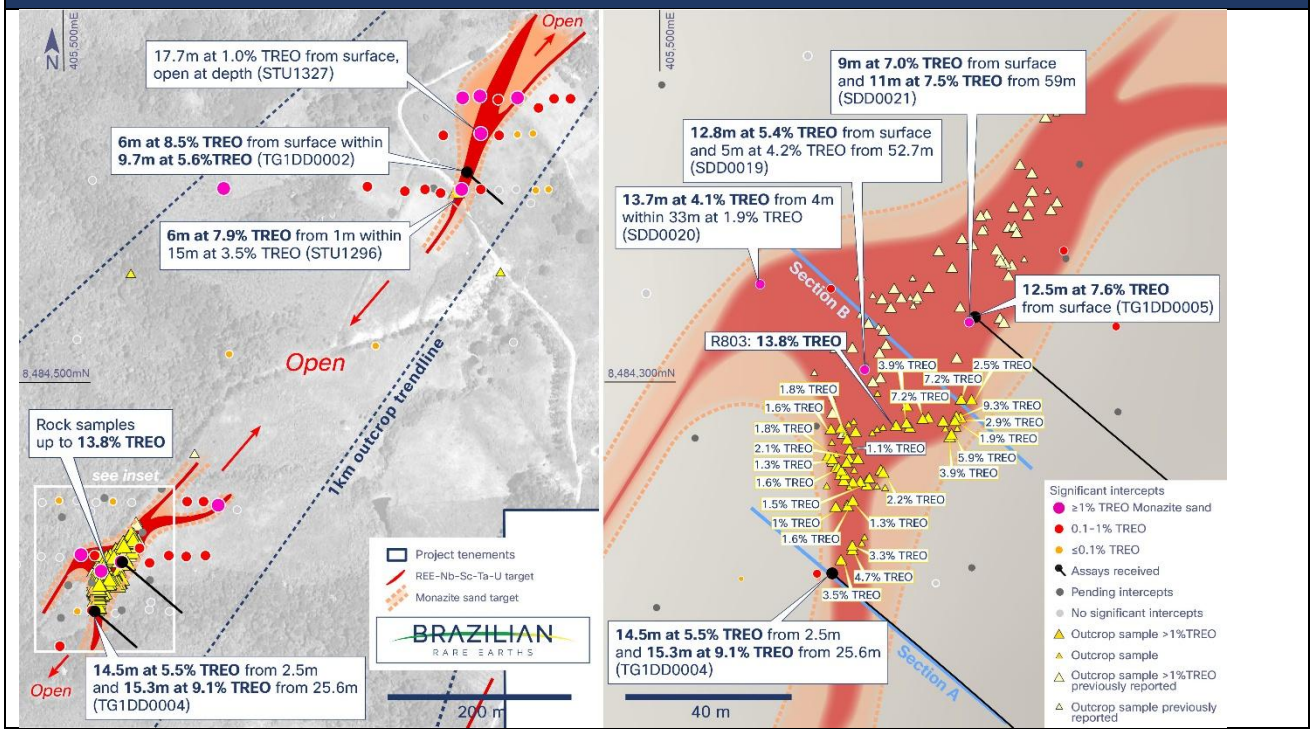
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Pelé confirmed as district-scale high-grade rare earth project[3]

Successful exploration results established Pelé Target 1 as the first of several high-priority targets within a district-scale rare-earth mineralised system, with both high-grade hard-rock rare earths and monazite-sand styles offering major exploration potential.

The Pelé Project is located ~60 km southwest of the Monte Alto project, covering an exploration area over 60 times larger than Monte Alto.

Figure 3: Pelé Target 1 significant intercepts in auger and diamond drill holes and recent outcrop samples



Recent exploration focussed on Pelé Target 1 – one of five large exploration target areas within the larger Pelé Project area.

Successful diamond drilling returned high-grade, hard rock REE-Nb-Sc-Ta-U mineralisation from shallow depths with assay grades of up to 13.5% TREO. High grades of neodymium and praseodymium were recorded, with grades up to 23,217 ppm NdPr, as well as high grades of dysprosium and terbium of up to 938 ppm DyTb. Significant intercepts included:

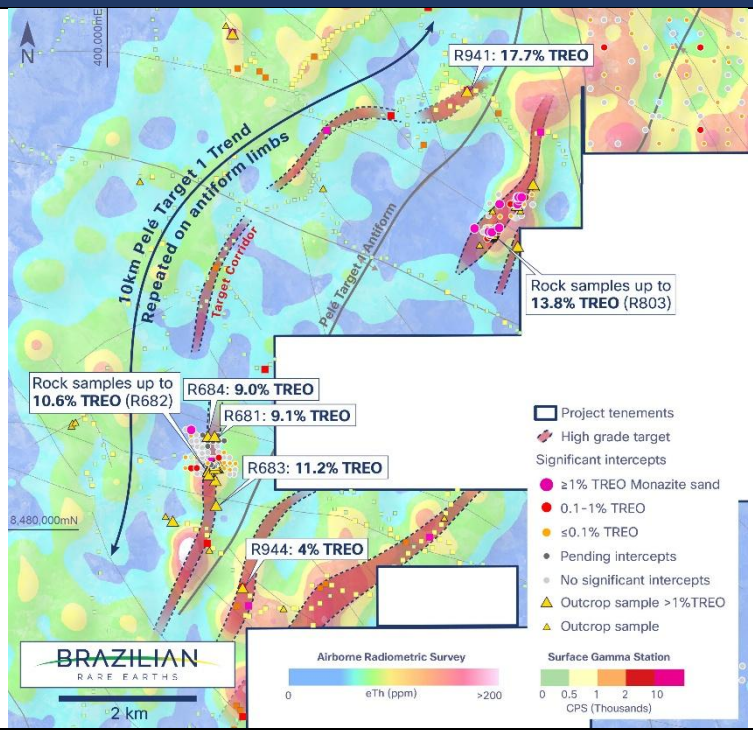
Drilling continued to delineate extensive horizons of high-grade monazite-sand mineralisation from surface, including high grades of heavy rare earths dysprosium and terbium. Significant monazite-sand intercepts included:

- **12.5m at 7.6% TREO** from surface, with NdPr: 12,290 ppm | DyTb: 499 ppm | (TG1DD0005)
- **14.5m at 5.5% TREO** from 2.5m, with NdPr: 8,181 ppm | DyTb: 374 ppm | (TG1DD0004)
- **12.75m at 5.4% TREO** from surface, with NdPr: 8,173 ppm | DyTb: 362 ppm | (SDD0019)
- **12.5m at 5.1% TREO** from surface, NdPr: 8,549 ppm | DyTb: 371 ppm | (SDD0021)

[3] Refer ASX Announcement dated 26 March 2025. The Company is not aware of any new information or data that materially affects the information contained in the referenced ASX Announcement

Ground-based exploration delivered new discoveries of high-grade outcrops with grades of up to 17.7% TREO. The new outcrop discoveries indicate the Pelé Target 1 REE-Nb-Sc-Ta-U system extends over 10 km southwest.

Figure 4 : Pelé Target 1 exploration corridors and high-grade rare-earth discoveries



Amargosa Bauxite-Gallium Project unlocks new province-scale value pathways[4]

BRE acquired the Amargosa Project tenements from Rio de Contas Desenvolvimentos Minerais Ltda. (Rio Tinto Brazil) in October 2023, with a strategic plan to accelerate rare earths exploration and secure the dominant position over the Rocha da Rocha rare earths province.

BRE and Rio Tinto Brazil agreed to amend the Amargosa Tenement Acquisition Agreement, with revised terms including:

- The US$40 million milestone payment has been replaced with a secured, life of mine, fixed price production-based royalty of US$1.00 per wet metric tonne of bauxite sold (the Production Royalty) on terms customary for such agreements.
- Rio Tinto Brazil's right of first refusal on bauxite sales from the Amargosa Tenements has been removed
- The option for Rio Tinto Brazil to acquire 20% of any future nickel project within the Amargosa Tenements remains, but at a reduced price of US$25 million (previously US$50 million)

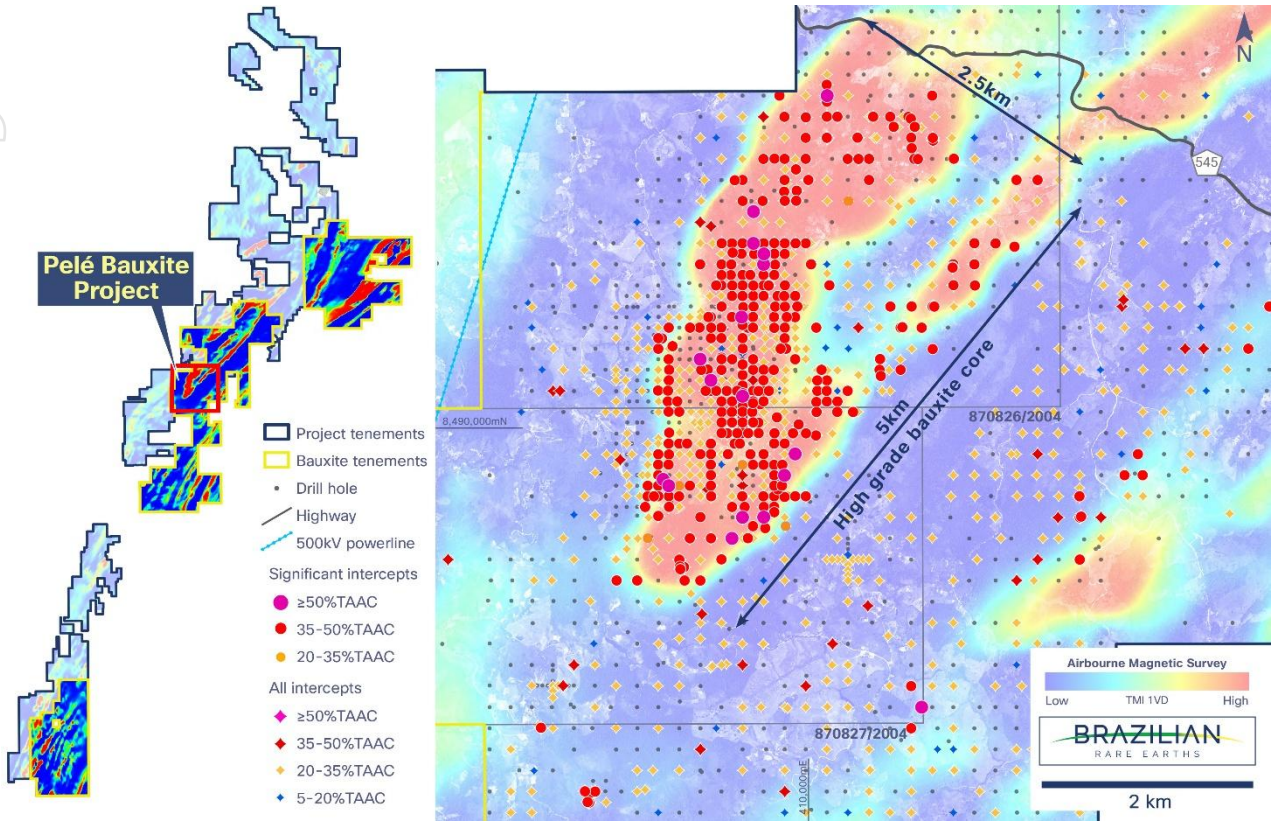
Amargosa Bauxite-Gallium Project covers 748 km^2 of tenements that are adjacent to BRE's rare earth tenements in the State of Bahia, Brazil. The project benefits from a strategic location near existing rail infrastructure, proximity to four world-class ports within a 300 km radius, access to low-cost, renewable hydropower and skilled, productive, cost-effective labour.

[4] Refer ASX Announcement dated 14 April 2025. The Company is not aware of any new information or data that materially affects the information contained in the referenced ASX Announcement

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Figure 5: Pelé Bauxite Exploration Data



Rio Tinto Exploration's (RTX) bauxite exploration included airborne geophysical surveys, acquisition of remote sensing satellite data, geological mapping, surface geochemical sampling, ground penetration radar, and a vast air-core and sonic-drilling program totaling 56,919 metres.

BRE completed the first phase of a detailed re-assay program, testing over 9,797 metres of historical RTX drill samples from the Pelé Bauxite Project, an area of 62 km² within Amargosa, to validate the original total alumina grades and assess the potential for gallium and rare earth element enrichment.

A summary table of individual assay data for "crude quality" samples is shown below. The crude quality intercepts are considered to be representative of the bauxite targeted for potential production at the project, which may also be upgraded in quality through washing and screening.

Table 1: High-Grade Bauxite Quality Data

	TAAC (%)	$RxSiO_2$ (%)	Fe_2O_3 (%)	Ga_2O_3 (ppm)
Samples	5,901	5,901	5,804	1,275
Maximum	60.8	26.1	56.9	190.2
Mean	43.5	2.3	15.5	74.7
Minimum	11.1	0.1	0.5	0.1

As part of its evaluation of the Amargosa tenements, RTX also prepared a Conceptual Level Mining Report. This included fully costed Opex and Capex development scenarios for producing export-quality bauxite. These will be revised and optimised as part of a fast-tracked Scoping Study and Mineral Resource Estimation workstreams to be led by RPM Global.

Pelé Bauxite-Gallium Project: Confirmed new discovery of high-grade gallium [5]

BRE's re-assaying program discovered high-grade gallium at the Pelé Bauxite-Gallium Project. 1,275 re-assay results from the Pelé Project returned 74.7 ppm Ga_2O_3 (mean), with a maximum grade of 190 ppm Ga_2O_3.

Gallium grades across significant bauxite drill intervals are highlighted below:

- **20.5m** at 44.6% TAAC with **104 ppm Ga_2O_3**, from surface (AMBX7108)
- **15.5m** at 50% TAAC with **96 ppm Ga_2O_3**, from surface (AMBX2788)
- **17.5m** at 39.5% TAAC with **89 ppm Ga_2O_3**, from 3m (AMBX0226)
- **29.5m** at 40.1% TAAC with **86 ppm Ga_2O_3**, from surface (AMBX0755)
- **25.5m** at 36.1% TAAC with **82 ppm Ga_2O_3**, from surface (AMBX0722)

Beneficiating Pelé's high-grade bauxite through washing and screening could also significantly enhance the gallium grade of the export bauxite product.

With the addition of gallium and aluminium (bauxite), Brazilian Rare Earths' mineral portfolio now includes 20 of the 50 U.S. Critical Minerals designated as vital for economic and national security. Gallium is also officially recognised as a critical mineral by Australia, the European Union, Korea, Japan and the United Kingdom.

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

For further information and enquiries please contact:

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MD and CEO

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Sign up to our investor hub at investors.brazilianrareearths.com

[5] Refer ASX Announcement dated 14 April 2025. The Company is not aware of any new information or data that materially affects the information contained in the referenced ASX Announcement.

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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 Rocha da Rocha Project, 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. 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.

Competent Persons Statement

The information in this announcement that relates to Exploration Results and Mineral Resources is extracted from the ASX announcements dated 21 January 2025, 26 March 2025 and 14 April 2025 ("Original ASX Announcements") which are available to view at BRE's website at www.brazilianrareearths.com. BRE confirms that a) it is not aware of any new information or data that materially affects the information included in the Original ASX Announcements; b) in the case of the estimates of Mineral Resources, all material assumptions and technical parameters underpinning the estimates in the Original ASX Announcements continue to apply and have not materially changed; and c) the form and context in which the relevant Competent Persons' findings are presented in this report have not been materially changed from the Original ASX Announcements.

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ASX – Additional Information

Exploration Properties – Rocha da Rocha Project Area

BRE's Rocha da Rocha Province consists of 267 granted exploration licences covering an area of ~4,268 km^2 registered with ANM. Refer to Schedule 1 for a full listing of granted exploration licences at 31 March 2025. BRE did not acquire or dispose of any granted exploration licences during the quarter.

Exploration Expenditures

During the quarter, BRE made the following payments for exploration activities:

Activity	A$'000
Drilling expenses including labour	1,851
Assaying costs	30
Technical studies	131
Personnel costs	1,683
Field supplies, equipment rental, vehicles, travel and other costs	3,255
Total quarterly exploration expenditures as reported in Appendix 5B	**6,950**

BRE made no payments for mine development or production activities during the quarter.

Related Party Payments

BRE made payments of A$689,627 to related parties and their associates. These payments include executive directors' remuneration, non-executive directors' fees and superannuation contributions totalling A$647,870 and includes A$373,600 being the cash settled portion of FY2024 short term incentive awards for the Executive Chair and the Managing Director. In addition, A$41,757 was paid to a subsidiary of Alpha Minerals Pty Ltd for drill-rig hire and management support services.

Information Required by Listing Rule 5.3.4

Schedule 2 provides a comparison of expenditure incurred in the period from 21 December 2023 (being the date the Company's securities commenced trading on the ASX) to 31 March 2025 to the proposed Use of Funds disclosed in the Prospectus dated 13 November 2023.

End Notes

The information contained in this announcement relating to BRE's historical exploration results is extracted from, or was set out in, the following ASX announcements (Original ASX Announcements) which are available to view at BRE's website at www.brazilianrareearths.com:

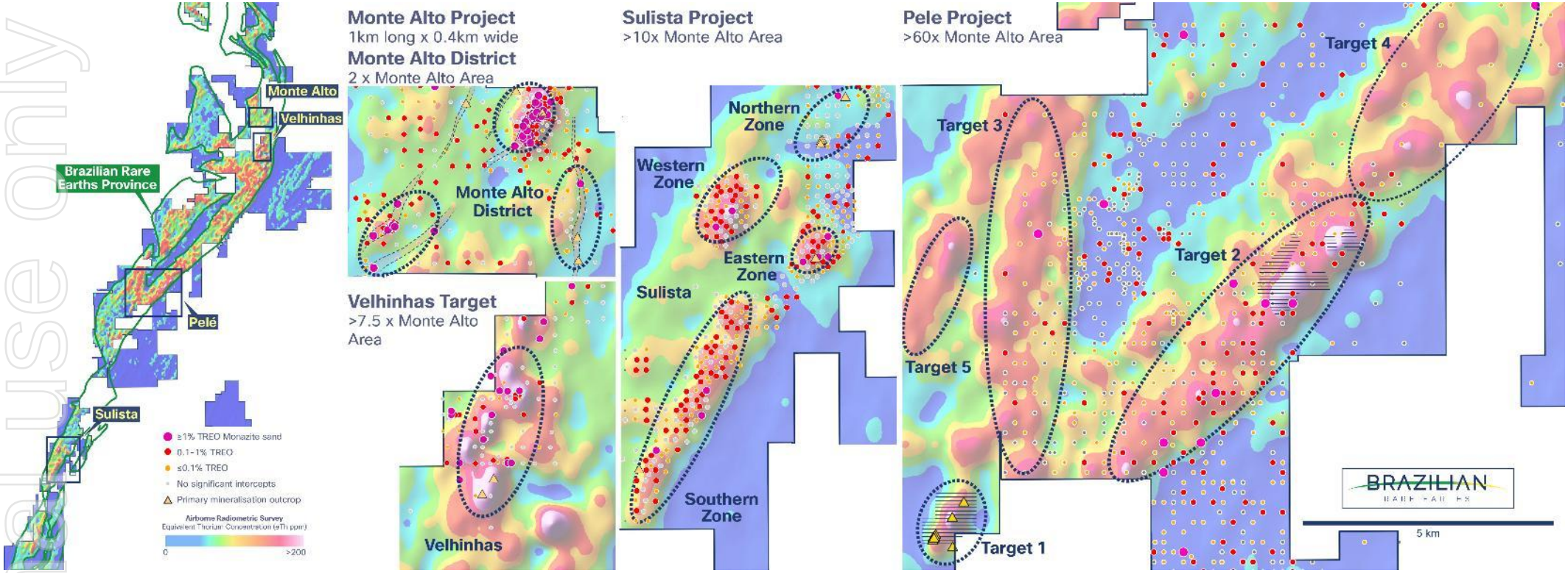
1. *ASX Announcement dated 21 January 2025 "Record Rare Earth Grades at Monte Alto Project"*
2. *ASX Announcement dated 26 March 2025 "High-Grade Discoveries Enhance Scale of the Pelé Project"*
3. *ASX Announcement dated 14 April 2025 "BRE Replaces Bauxite Milestone Payment with Unit Royalty"*

BRE confirms that (a) it is not aware of any new information or data that materially affects the information included in the Original ASX Announcements and (b) in the case of the estimates of Mineral Resources, all material assumptions and technical parameters underpinning the estimates in the Original ASX Announcements continue to apply and have not materially changed.

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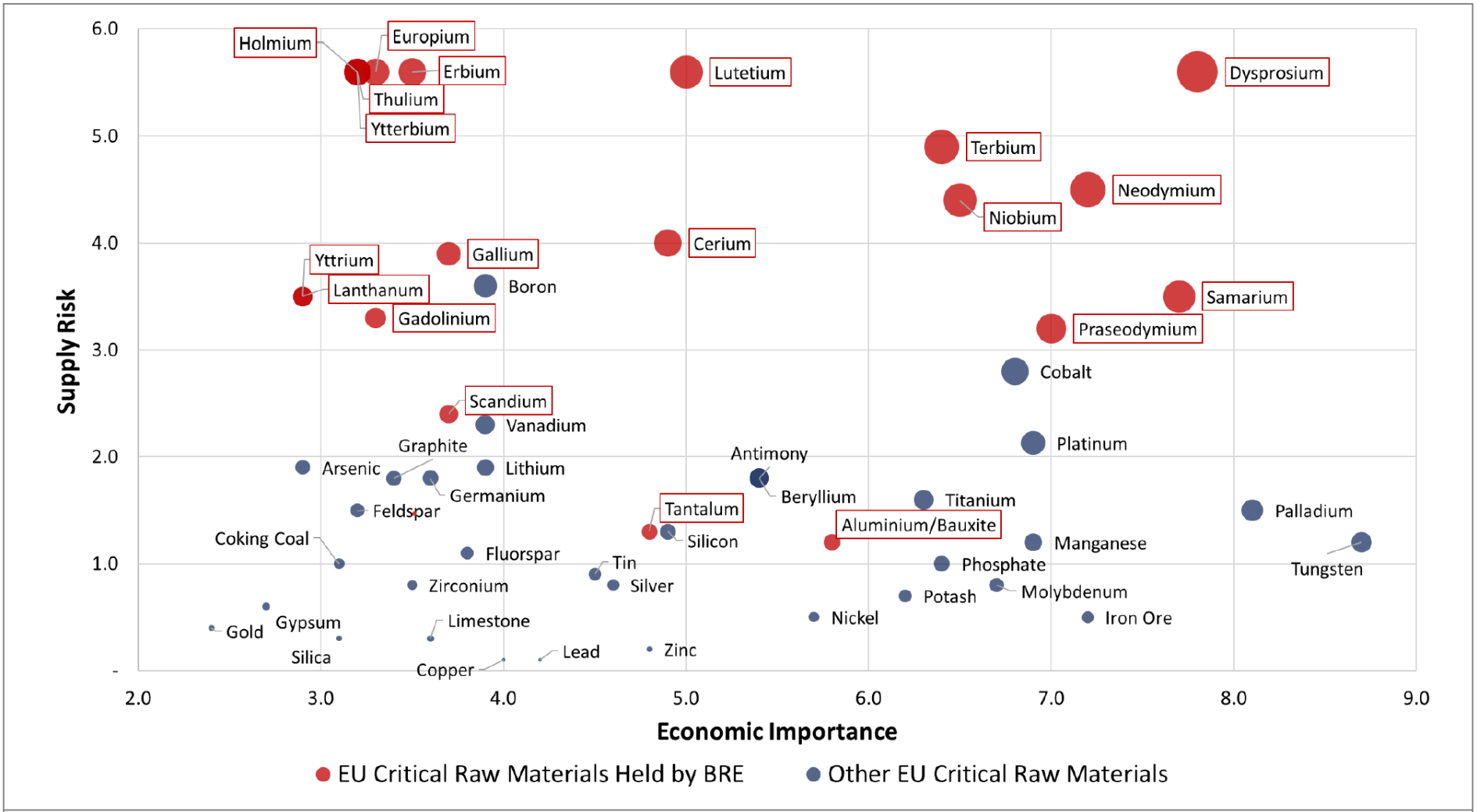
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Appendix A: BRE REE exploration projects[6]



[6] Refer BRE's Prospectus dated 13 November 2023 and ASX Announcements dated 22 January 2024, 1 February 2024, 25 March 2024, 6 June 2024,11 June 2024, 26 August 2024, 8 October 2024, 23 October 2024, 12 December 2024, 21 January 2025, 26 March 2025 and 14 April 2025 ("Original ASX Announcements"). The Company is not aware of any new information or data that materially affects the information contained in the Prospectus or the Original ASX Announcements.

Appendix B: BRE's Mineral Portfolio Contains 20 of the EU (+U.S.) Critical Minerals



Source: Study on the Critical Raw Materials for the EU 2023
Note: Bubble size represents the product of Supply Risk and Economic Importance.

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Schedule 1

Exploration Permits at 31 March 2025

Details of the granted exploration tenements at 31 March 2025 are included in the table below. The Group did not acquire or dispose of any exploration tenements during the quarter.

Exploration Permit Number	Area (ha)	Interest	Acquired during quarter (Yes, if acquired)	Notes
Alpha Minerals Brazil Participações Ltda.				
871.042/2021, 870.899/2017, 870.906/2017, 870.900/2017, 870.912/2017, 871.243/2021, 871.395/2017, 870.726/2016, 870.727/2016, 870.728/2016, 870.483/201, 870.484/2017, 871,164/2021, 870.717/2017, 871.394/2017, 871.144/2021	19,027.85	100%		2
Borborema Mineração Ltda.				
872.651/2013, 870.683/2021, 870.684/2021, 870.685/2021, 870.687/2021, 870.688/2021, 870.689/2021, 870.690/2021, 870.691/2021, 870.693/2021, 870.694/2021, 872.265/2021, 872.266/2021, 871.931/2022, 871.929/2022, 871.928/2022, 870.772/2021, 872.590/2023, 872.591/2023, 872.592/2021, 872.593/2021, 872.594/2021, 872.595/2021, 872.596/2023, 872.597/2023, 872.567/2023, 872.568/2023, 872.569/2023, 872.570/2023, 872.571/2023, 872.572/2023, 872.573/2023, 872.574/2023, 872.575/2023, 872.576/2023, 872.577/2023, 872.578/2023, 872.579/2023, 872.580/2023, 872.581/2023, 872.583/2021, 872.585/2023, 872.586/2023, 872.587/2023, 872.598/2023, 872.599/2023, 872.600/2023, 872.601/2023, 872.602/2023, 872.603/2023, 872.604/2023, 872.609/2023, 872.610/2023, 872.611/2023, 872.612/2023, 872.613/2023, 872.614/2023, 872.616/2023, 872.617/2023, 872.618/2023, 872.619/2023, 872.654/2023, 820.655/2023, 872.657/2023, 872.687/2023, 872.689/2023, 872.691/2023, 872.692/2023, 872.695/2023, 872.702/2023, 872.720/2023, 872.721/2023, 872.722/2023, 872.723/2023, 872.724/2023, 872.725/2023, 872.726/2023, 872.727/2023, 872.728/2023, 872.729/2023, 872.730/2023, 872.681/2023, 872.636/2023, 871.914/2023, 871.948/2023, 872.558/2023, 872.592/2023, 872.593/2023, 872.594/2023, 872.595/2023, 872.549/2023, 872.550/2023, 872.551/2023, 872.552/2023, 872.553/2023, 872.554/2023, 872.555/2023, 872.556/2023, 872.557/2023, 872.559/2023, 872.560.2023, 872.561/2023, 872.562/2023, 872.563/2023, 872.564/2023, 872.565/2023, 872.566/2023,872.567/2023, 872.568/2023, 872.570/2023, 872.573/2023, 872.574/2023, 872.575/2023, 872.621/2023, 872.622/2023, 872.623/2023, 872.624/2023, 872.625/2023, 872.626/2023, 872.627/2023, 872.628/2023, 872.629/2023, 872.630/2023, 872.631/2023, 872.632/2023, 872.635/2023, 872.637/2023, 872.638/2023, 872.639/2023, 872.640/2023, 872.641/2023, 872.642/2023, 872.688/2023, 872.692/2023, 872.694/2023, 872.696/2023, 872.697/2023, 872.698/2023, 872.699/2023, 872.700/2023, 872.701/2023, 872.703/2023, 872.704/2023, 872.705/2023, 872.706/2023, 872.707/2023, 872.711/2023, 872.712/2023, 872.660/2023, 872.663/2023, 872.664/2023, 872.667/2023, 872.668/2023, 872.669/2023, 872.670/2023, 872.671/2023, 872.672/2023, 872.673/2023, 872.674.2023, 872.675/2023, 872.676/2023, 872.678/2023, 872.679/2023, 872.680/2023, 872.682/2023, 872.683/2023, 872.684/2023, 872.685/2023, 872.686/2023, 872.708/2023, 872.710/2023, 872.713/2023, 872.714/2023, 872.715/2023, 872.716/2023, 872.717/2023, 872.718/2023, 872.719/2023, 872.584/2023, 872.571/2023 872.572/2023	287,728.44	100%		1

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Exploration Permit Number	Area (ha)	Interest	Acquired during quarter (Yes, if acquired)	Notes
871.663/2024, 871.668/2024, 871.671/2024, 871.997/2024, 871.952/2024, 871.951/2024, 871.996/2024, 871.953/2024	7,395.65	100%	Yes	1
Rio de Contas Desenvolvimentos Minerais Ltda.				
870.724/2010, 870.540/2007, 870.541/2007, 870.544/2007, 870.545/2007, 871.239/2010, 870.532/2007, 870.585/2008, 870.713/2007, 870.714/2007, 870.877/2007, 870.879/2007, 870.880/2007, 870.882/2007, 870.888/2007, 870.890/2007, 870.898/2007, 870.900/2007, 872.970/2010, 874.320/2007, 872.947/2007, 870.314/2007, 873.398/2008, 873.880/2007, 870.534/2007, 870.536/2007, 870.826/2004, 870.827/2004, 871.438/2004, 871.439/2004, 872.568/2005, 872.703/2008, 872.563/2005, 870.024/2007, 870.025/2007, 870.026/2007, 870.027/2007, 870.029/2007, 872.480/2009, 873.776/2006, 873.777/2006, 870.539/2007, 870.174/2007, 873.212/2006, 873.244/2006, 873.213/2006	74,823.54	100%		3
Jequié Mineração Ltda.				
870.695/2021, 870.696/2021, 870.697/2021, 870.698/2021, 870.699/2021, 870.700/2021, 870.773/2021, 870.774/2021, 870.779/2021,870.780/2021	11,490.25	100%		1
Jitauna Pesquisa E Mineração Ltda				
870.002/2013, 870.003/2013, 870.004/2013	5,467.52	100%		4
Pro Flora Agroflorestal				
871.746/2017	1,885.37	100%		5
R. E. 17 Mineração				
870.930/2011, 872.549/2015, 870.725/2016	3,073.46	100%		4
Ubaíra Mineração Ltda				
870.664/2021, 870.665/2021, 870.666/2021, 870.667/2021, 870.668/2021, 870.669/2021, 870.680/2021, 870.681/2021 870.682/2021	15,284.12	100%		1
Vanice A. Assis Costa				
871.219/2018	599.69	100%		5

Notes:

1. Each of Borborema Mineração Ltda., Ubaíra Mineração Ltda. and Jequié Mineração Ltda. is a wholly owned subsidiary of BRE

2. Borborema Mineração Ltda. ("Borborema") has entered into a legally binding agreement to acquire sixteen mineral exploration permits from Alpha Minerals Brazil Participações Ltda. ("Alpha"). Borborema has paid to Alpha the consideration for these exploration permits and a request for the assignment of the exploration permits to Borborema has been lodged with the ANM.

3. Borborema Mineração Ltda. has entered into a binding agreement with Rio de Contas Desenvolvimentos Minerais Ltda. ("Rio Tinto") to acquire the Amargosa Tenements. Refer to the Prospectus dated 13 November 2023 for details of the agreement to acquire the Amargosa Tenements and for information regarding the status of the Amargosa Tenements. Borborema has paid all consideration due to Rio Tinto under the agreement. In the June 2024 quarter the formal transfer of the Amargosa Tenements to Borborema was processed by the ANM.

4. During the March 2024 quarter, Borborema acquired and exercised the option to acquire the eleven exploration licences comprising the Sulista Rare Earths Project. Borborema has paid to the vendors of the Sulista Rare Earths Project the consideration for these exploration permits and a request for the assignment of the exploration permits to Borborema has been lodged with the ANM. In the September quarter tenement 872.651/2013 previously held by Jitauna Pesquisa E Mineirão Ltda was transferred to Borborema.

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5. Borborema entered into an agreement to acquire the exploration permits during the March 2024 quarter. Borborema has paid to the vendors of the exploration permits the consideration for these exploration permits and a request for the assignment of the exploration permits to Borborema has been lodged with the ANM

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Schedule 2

Actual Expenditure to 31 December 2024
vs. Use of Funds in the Prospectus 13 November 2023

Use of Funds	Expenditure under Prospectus (2-year period) A$'000	Actual expenditure to 31 March 2025 A$'000
Acquisition of the Rio Tinto Amargosa Tenements[1]	11,645	11,052
Exploration activities (including operations personnel)	26,500	34,884
Technical studies	1,000	639
Equipment purchases	1,500	687
Permitting and legal	500	19
Environmental	400	77
Costs of the Offer[2]	4,283	2,430
Working capital[3]	7,372	4,858
TOTAL	53,200	54,646

1. Cash expenditure on the acquisition of exploration tenements included A$11.05 million paid to complete the acquisition of the Rio Tinto project.
2. Working capital includes the general costs associated with the management and operation of the business including but not limited to administration expenses, audit and accounting fees, legal fees, travel costs, business development costs, listing and share registry fees, remuneration of directors, management and other personnel, insurance, investor relations expenses, rent and other associated costs. Working capital also includes interest revenue, surplus funds and funds that may be applied to future acquisitions.
3. Actual working capital expenditure to 31 March 2025 includes A$1.55 million of cash in relation to the acquisition of the Sulista Project, and $954k for FY23 short-term incentives.

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Schedule 3

Appendix 5B: Mining exploration entity quarterly cash flow report

Name of entity

BRAZILIAN RARE EARTHS LIMITED

ABN	Quarter ended ("current quarter")
88 649 154 870	**31 MARCH 2025**

	Consolidated statement of cash flows	Current quarter $A'000	Year to date (3 months) $A'000
1.	**Cash flows from operating activities**		
1.1	Receipts from customers	-	-
1.2	Payments for		
	(a) exploration & evaluation	(6,950)	(6,950)
	(b) development	-	-
	(c) production	-	-
	(d) staff costs	(814)	(814)
	(e) administration and corporate costs	(436)	(436)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	1,751	1,751
1.5	Interest and other costs of finance paid	(22)	(22)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)	-	-
1.9	**Net cash from / (used in) operating activities**	**(6,471)**	**(6,471)**
2.	**Cash flows from investing activities**		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements (*Acquisition of the Rio Tinto & Sulista Projects*)	-	-
	(c) property, plant and equipment	(196)	(196)
	(d) exploration & evaluation	-	-
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter $A'000	Year to date (3 months) $A'000
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	**Net cash from / (used in) investing activities**	**(196)**	**(196)**

3.	**Cash flows from financing activities**		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(44)	(44)
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	**Net cash from / (used in) financing activities**	**(44)**	**(44)**

4.	**Net increase / (decrease) in cash and cash equivalents for the period**		
4.1	Cash and cash equivalents at beginning of period	81,686	81,686
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(6,471)	(6,471)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(196)	(196)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	(44)	(44)
4.5	Effect of movement in exchange rates on cash held	378	378
4.6	**Cash and cash equivalents at end of period**	**75,353**	**75,353**

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5.	**Reconciliation of cash and cash equivalents** at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	**Current quarter $A'000**	**Previous quarter $A'000**
5.1	Bank balances	75,353	81,686
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	**Cash and cash equivalents at end of quarter (should equal item 4.6 above)**	**75,353**	**81,686**

6.	**Payments to related parties of the entity and their associates**	**Current quarter $A'000**
6.1	Aggregate amount of payments to related parties and their associates included in item 1	690
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7.	**Financing facilities** *Note: the term "facility' includes all forms of financing arrangements available to the entity.* *Add notes as necessary for an understanding of the sources of finance available to the entity.*	**Total facility amount at quarter end $A'000**	**Amount drawn at quarter end $A'000**
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	**Total financing facilities**	-	-
7.5	**Unused financing facilities available at quarter end**		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	Not applicable		

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8.	Estimated cash available for future operating activities	$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(6,471)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(6,471)
8.4	Cash and cash equivalents at quarter end (item 4.6)	75,353
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	75,353
8.7	**Estimated quarters of funding available (item 8.6 divided by item 8.3)**	**11**

Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: **Not applicable**

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: **Not applicable**

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: **Not applicable**

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A

2 This statement gives a true and fair view of the matters disclosed

Date: **29 April 2025**

Authorised by: **Managing Director and CEO**

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