

HIGH GRADE RARE EARTH ELEMENTS + GALLIUM DISCOVERY

Caladão Project - BRAZIL



AXEL REE

COMPANY PRESENTATION | February
Axel REE Limited | 2025

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The Presentation Materials are not a "public report" for the purposes of 2012 Edition of the 'Australasian Code for Reporting of Exploration results, Mineral Resources and Ore Reserves' (**JORC Code**). As such, the information in this Presentation Materials that relate to exploration results, exploration targets, mineral resources and ore reserves is not reported in accordance with the JORC Code and has not been reviewed by a competent person for the purposes of the JORC Code.

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Competent Person Statement

The information in this report that relates to Exploration Targets, Exploration Results, Mineral Resources, or Ore Reserves is based on information compiled by Dr. Fernando Tallarico, who is a member of the Association of Professional Geoscientists of Ontario. Dr. Tallarico is a full-time employee of the Company. Dr. Tallarico has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources, and Ore Reserves. Dr. Tallarico consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Corporate Snapshot

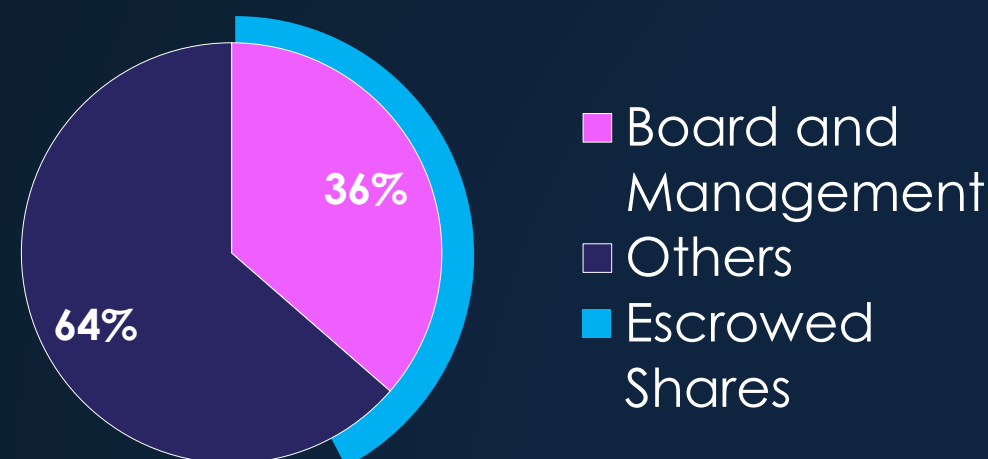
Low EV, strong cash balance

Capital Structure

ASX Code	AXL
Share Price <small>(market close 17.02.2025)</small>	\$0.058
Shares on Issue	174.4M
Options on Issue	93M
Market Capitalisation <small>(17.02.2025, undiluted)</small>	\$10.2M
Cash <small>(31 Dec 2024)</small>	\$10.6M

Shareholders

Top 20	58%
Board & Management	36%
Escrowed Shares <small>(exp. July 2026)</small>	42%



Board

Paul Dickson

Non-Executive Chairman



- More than 30 years' experience in the finance services industry
- Currently Non-Executive Chairman of Alligator Energy Limited (ASX:AGE)
- Founding Director at Paradigm Capital, a boutique corporate advisory firm specialising in junior and mid-tier ASX listed resources companies, and a Director of Proserpine Capital a private equity firm for circa 4 years

Dr Fernando Tallarico

Managing Director (Brazil, in-country)



- Over 30 years international experience in minerals exploration and grassroots discoveries for junior exploration companies
- Previously Managing Director of Aguiar Resources (ASX:AGR) and was instrumental in putting together its phosphate and copper portfolio in Southern Brazil
- Has held positions as Technical Director at Forbes & Manhattan Brazil, Project Manager at BHP, Senior Geologist at Falconbridge and Vale, leading world-class discoveries in potash, diamonds, nickel laterite and PGE respectively.

Pat Volpe

Non-Executive Director



- Founder of Axel REE, has over 38 years' experience in minerals and metals exploration and made discoveries globally
- Founder of A-CAP Energy Limited (acquired by Lotus Resources Limited ASX:LOT) and led the discovery of a World-class uranium deposit in Botswana
- Previously Executive Chairman of Botswana Metals Limited (renamed Verity Resources Ltd, ASX:VRL), which made base and precious metals discoveries (nickel, copper and PGE)

Ian Kiers

Non-Executive Director



- Over 27 years in private equity specializing in M&A
- Was Chief Executive Officer of GBM Group (a Smorgon Private Family Office) for 19 years having previously held positions as Head of Mergers and Acquisitions and Head of Group Strategy

1

Fully Funded \$10.6M

Low risk, high upside

Strong cash balance, built a robust exploration team in Brazil with low costs and excellent drill results to date

Fully funded to execute and fast track exploration strategy and assess potential new opportunities

2

Unique REE + Gallium Discovery

At surface Gallium discovery in lateritic soil profile up to 124g/t Ga_2O_3

Significant potential high-value by-product to Caladão REE discovery

Over **60km² REE + Ga** mineralised area from surface up to ~80m – **District scale discovery potential**

High grade REE up to 28,132ppm TREO

Excellent proportion of supply critical magnet rare earths (**MREO**) with high grade LREE (Nd+Pr) and HREE (Dy+Tb)

3

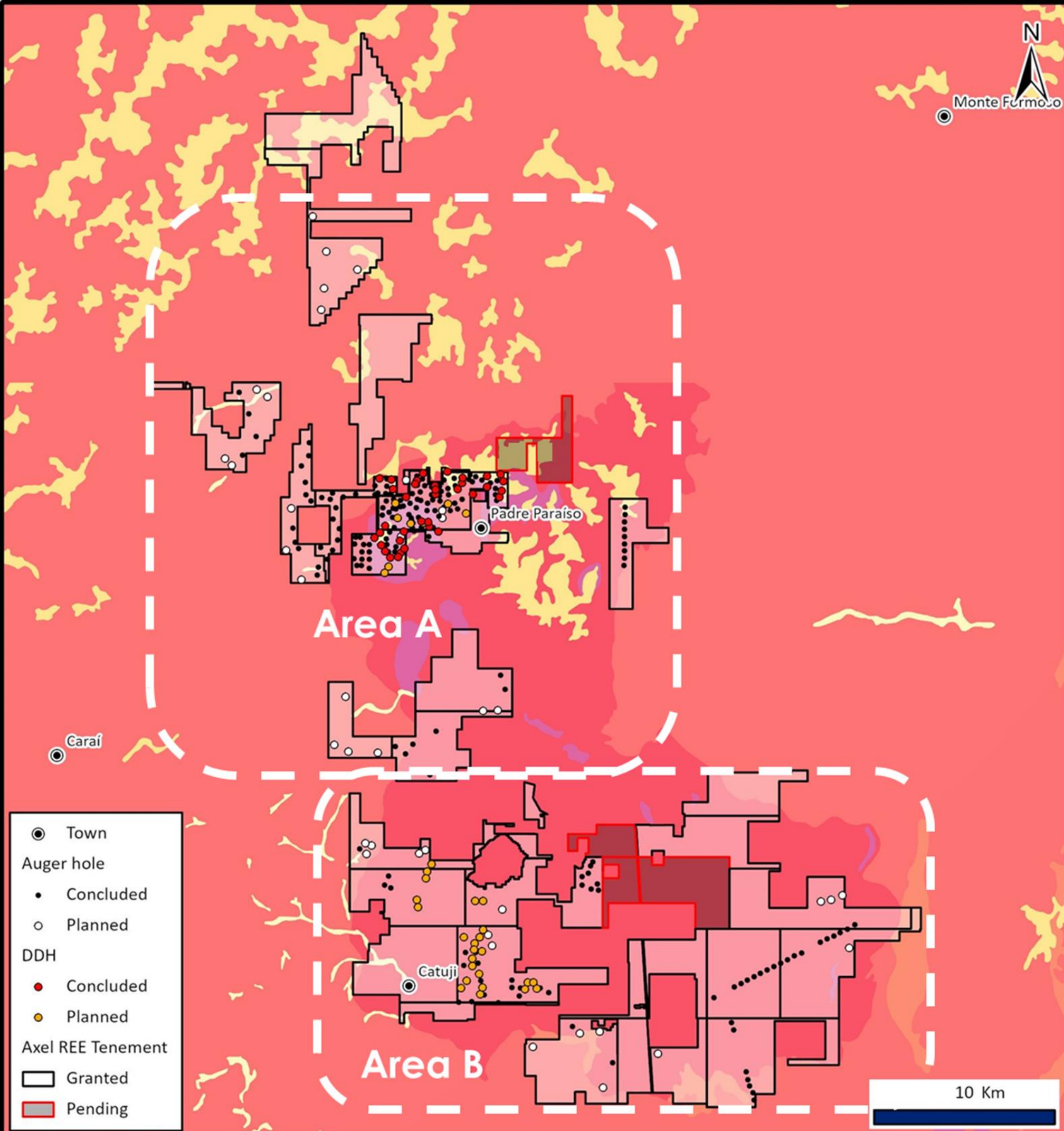
Executing IPO Strategy

Over 4,000m drilled, exceptional surface REE and Ga discovery

Commenced Caladão Project Mineral Resource Estimate, expected **1H CY2024**

Caldas Project outstanding REE intercepts neighbouring major discoveries by Meteoric Resources NL and Viridis Mining and Minerals Ltd

>1,000km² portfolio across four projects



Caladão Project

District Scale REE + Gallium Discovery



District Scale Discovery

60km² mineralised drilled area
(Area A + Area B)

15% of total 400km² project area
drilled to date

~25km from Sigma lithium mine &
infrastructure

>230 drill holes (Diamond and
Auger) >4,000m drilled

Mineralisation in altered granites
with abundant kaolinite clays

Mineralisation open in all directions

High Grade REE + Gallium

High grade Gallium discovered in
the lateritic soil profile **at surface**

**Potentially significant high-value
Gallium by-product**

Up to 28,321ppm TREO with high-
value MREO intercepts over 40%

Up to 124g/t Ga₂O₃ from **surface**

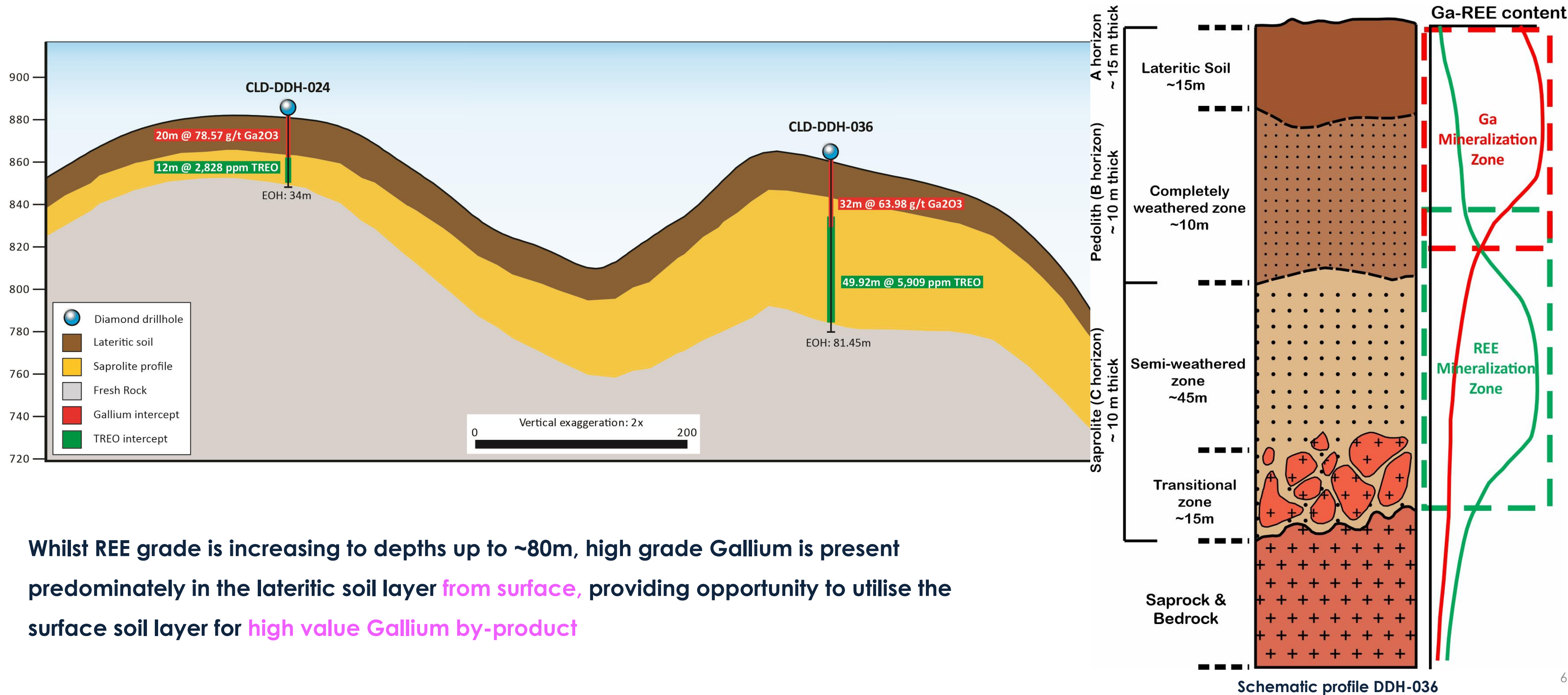
Mineral Resource Estimation Commenced

Targeting maiden MRE in H1 CY2025

SRK engaged to conduct MRE over 60km² mineralised area

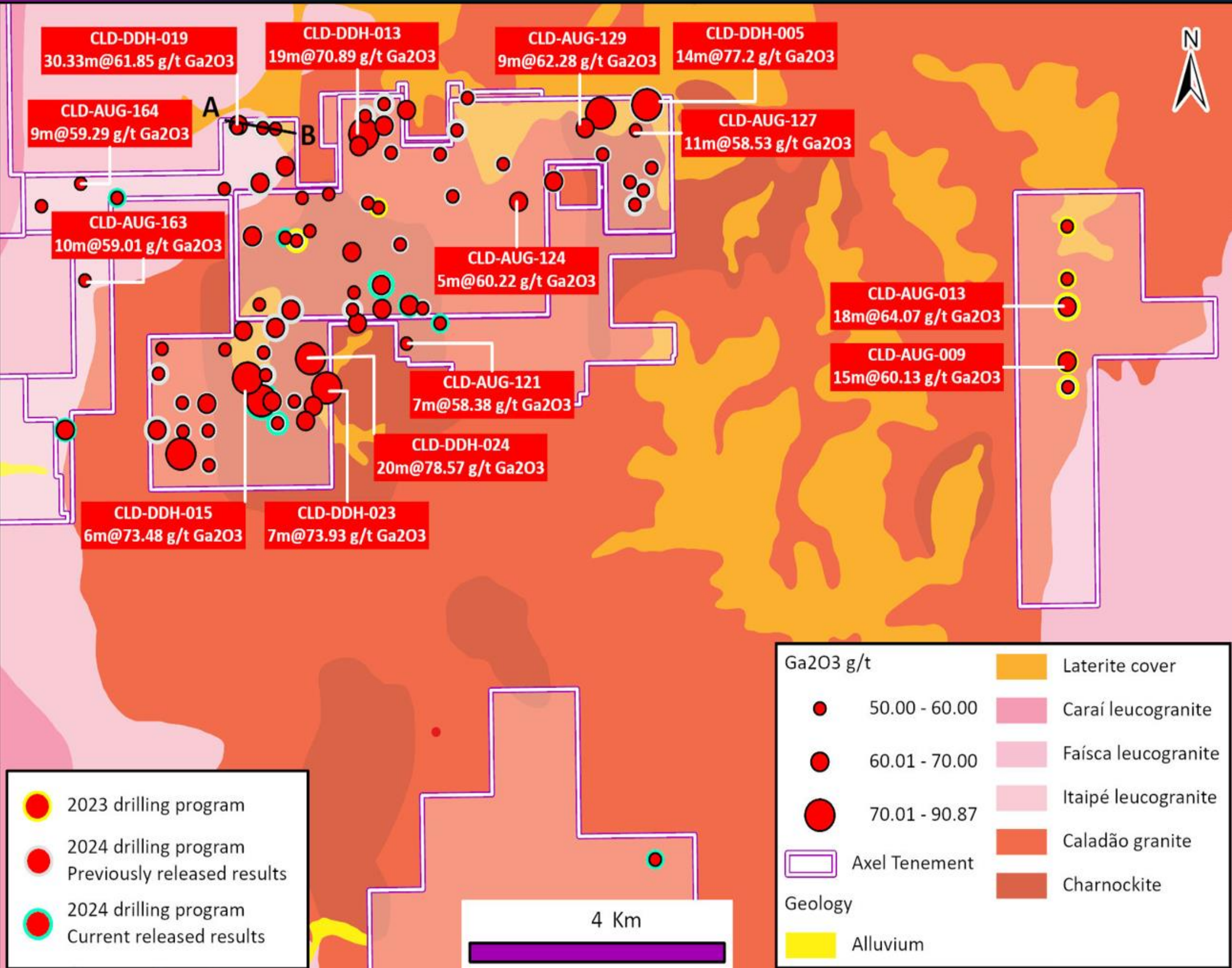
ANSTO to commence metallurgy for REE and Gallium

Unique deposit profile with gallium mineralised in the surface lateritic soil profile



Caladão Project – Area A

High Grade, At Surface Gallium Discovery



Caladão Project Area A High Grade Gallium Distribution (cutoff 50g/t Ga2O3, 5m composites)

- High grade at surface Gallium identified as a potential **high value by-product**
- Mineralisation consistent over 35km² drilled area in the lateritic soil profile from surface
- Gallium export restriction by China on December 3, 2024 has made it a supply critical metal of global significance
- High grade Ga from surface including:
 - CLD-AUG-109: **6m @ 71 g/t Ga2O3** from 4m including: **1m @ 124 g/t Ga2O3** from 4m
 - CLD-DDH-005: **14m @ 77 g/t Ga2O3** from surface including: **7m @ 83 g/t Ga2O3** from 4m
 - CLD-DDH-009: **6m @ 71 g/t Ga2O3** from surface
 - CLD-AUG-101: **6m @ 69 g/t Ga2O3** from surface
 - CLD-AUG-078: **6m @ 67 g/t Ga2O3** from surface
 - CLD-DDH-006: **45m @ 50 g/t Ga2O3** from surface to EOH,

Caladão Project – Area A

Widespread and thick REE mineralisation over 35km²



- High grade mineralised REE drill intercepts over 35km² near surface
- Up to 80m thick zones in kaolinite clay
- High value magnet rare earths (NdPr and DyTb) make up significant proportion with intercepts up to 44% MREO/TREO
- Targeting Maiden JORC Inferred Resource in 1H CY2025

• **High grade near surface TREO results including:**

CLD-DDH-001: 12.4m @ 5,478ppm TREO from 3m

including: 2m @ 12,454ppm TREO from 18m

with: 1m @ 19,493ppm TREO from 11m

CLD-DDH-003: 32.1m @ 5,295ppm TREO from 13m

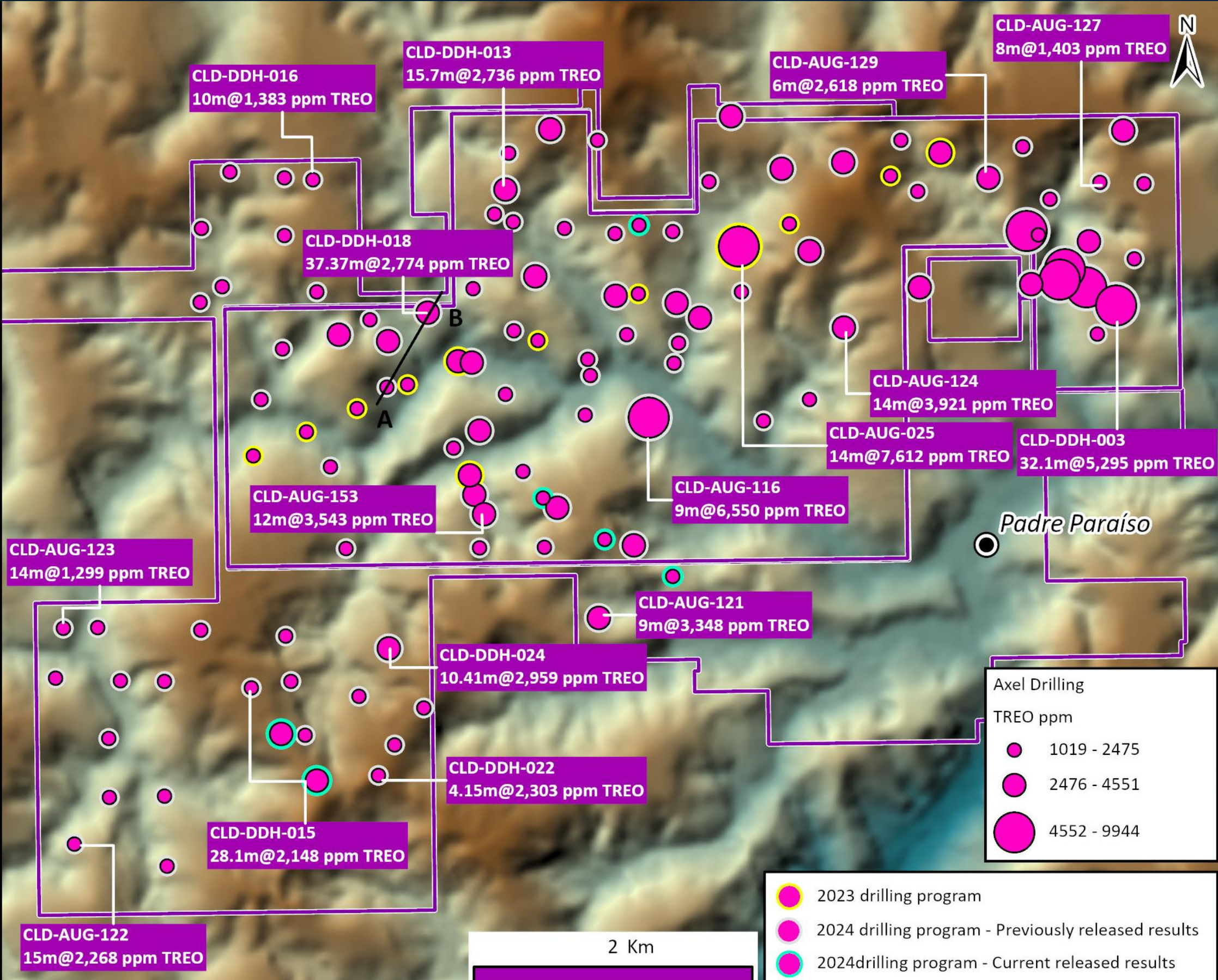
including: 10m @ 9,444ppm TREO from 18m

with: 1m @ 13,492ppm TREO from 20m

CLD-AUG-093: 14m @ 9,994ppm TREO from 1m

including: 1m @ 28,321ppm TREO from 9m

and: 1m @ 9,171ppm TREO from 12m



REE Critical for Permanent Magnets

Nd
Neodymium

Pr
Praseodymium

Light Rare Earths

Tb
Terbium

Dy
Dysprosium

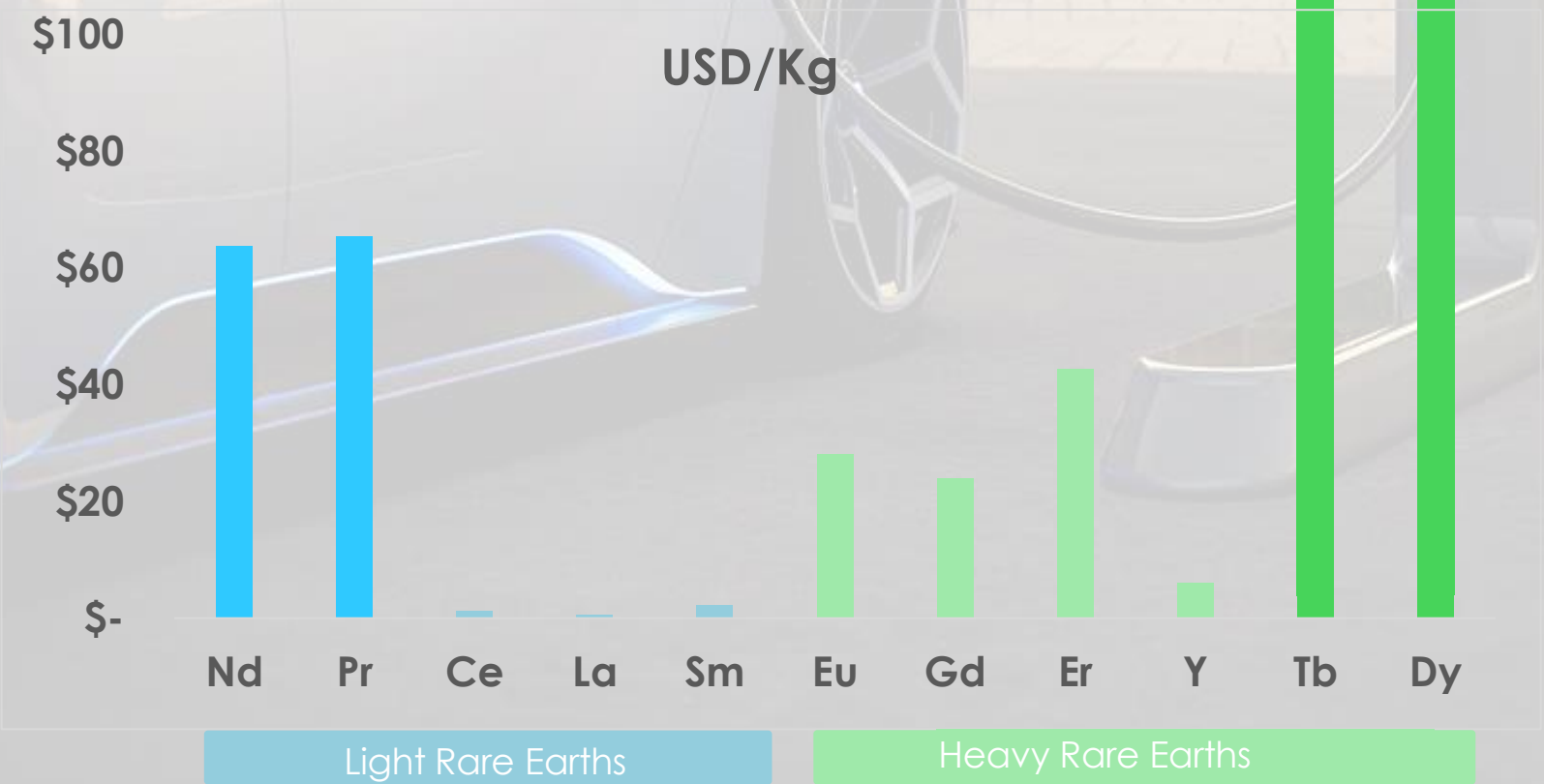
Heavy Rare Earths

Caladão has a strong high value MREO profile

	Length (m)	From (m)	TREO (ppm)	MREO (%)	NdPr (ppm)	DyTb (ppm)
CLD-DDH-007	8	9	2,566	24	694	38
ending with	1	16	7,287	38	2,632	160
CLD-AUG-025	2	12	7,612	38	2,717	178
CLD-AUG-038	6	4	2,449	33	830	32
CLD-AUG-093	6	9	13,869	33	4,201	159
including	1	9	28,321	27	7,349	257
CLD-AUG-094	3	13	5,252	39	1,999	44
CLD-AUG-108	6	1	5,272	37	1,889	152
CLD-AUG-116	1	13	8,604	33	2,732	119

- High-Performance Magnets
- Electric Vehicles (EVs)
- Aircraft
- Wind Turbines

Magnet REEs are rarer and more valuable



The Gallium Opportunity

Rapidly Growing Supply Critical Metal

Gallium Spot price USD 248,400 per tonne (14/2/2025)¹

Strategic Metal

Recognized as a critical metal due to its role in high-tech industries (chips used in AI), solar energy, aerospace and military defense applications

Supply Chain Risks

Limited primary production. In December 2024, China, supplying 98% of global gallium, banned exports to the U.S., causing significant price increases and supply shortages.

Essential for Energy Transition

Integral to solar energy, EVs, and next-gen electronics



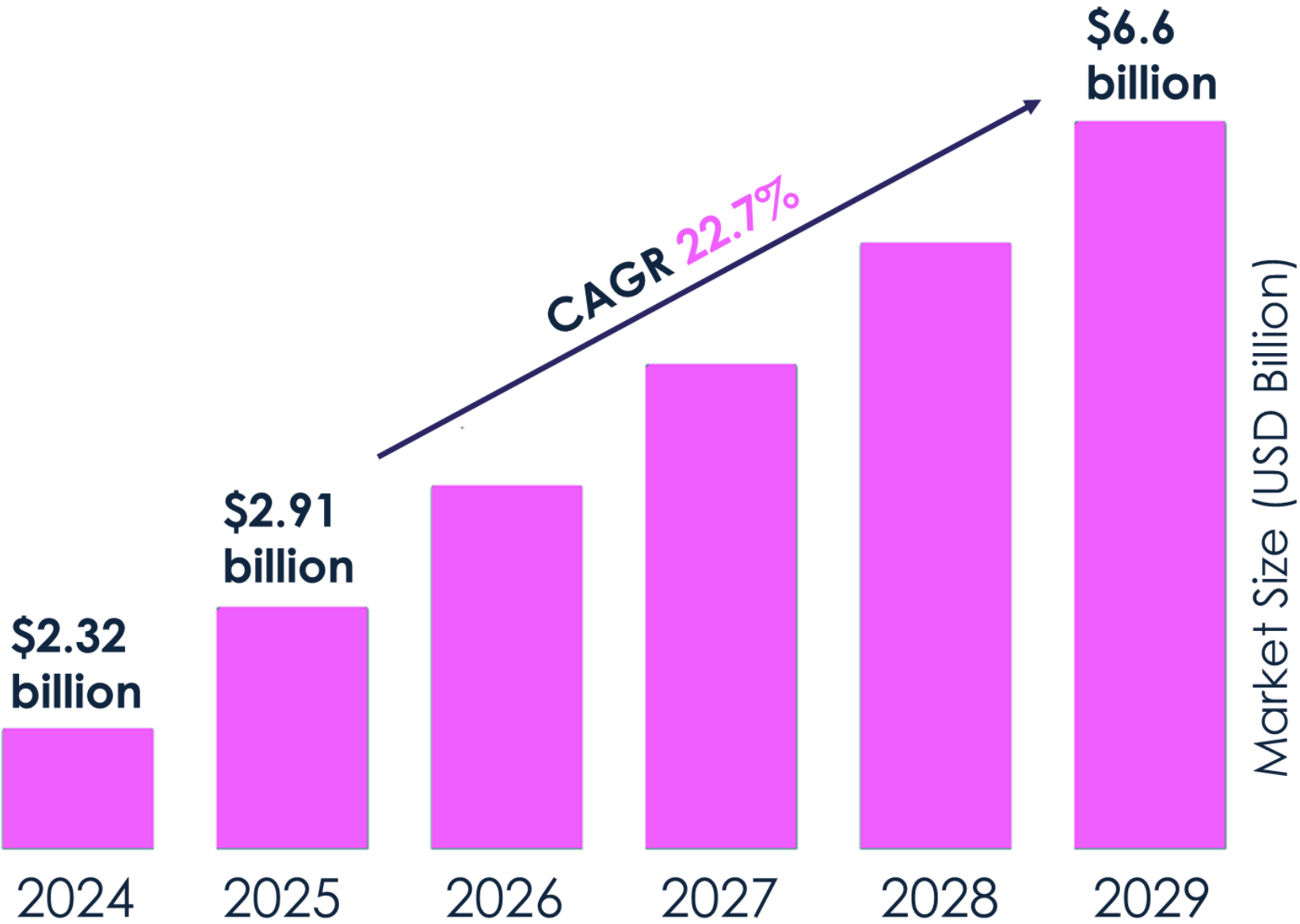
1. Source: Gallium metal spot price at 14 February 2025, [dailymetalprice.com](https://www.dailymetalprice.com)



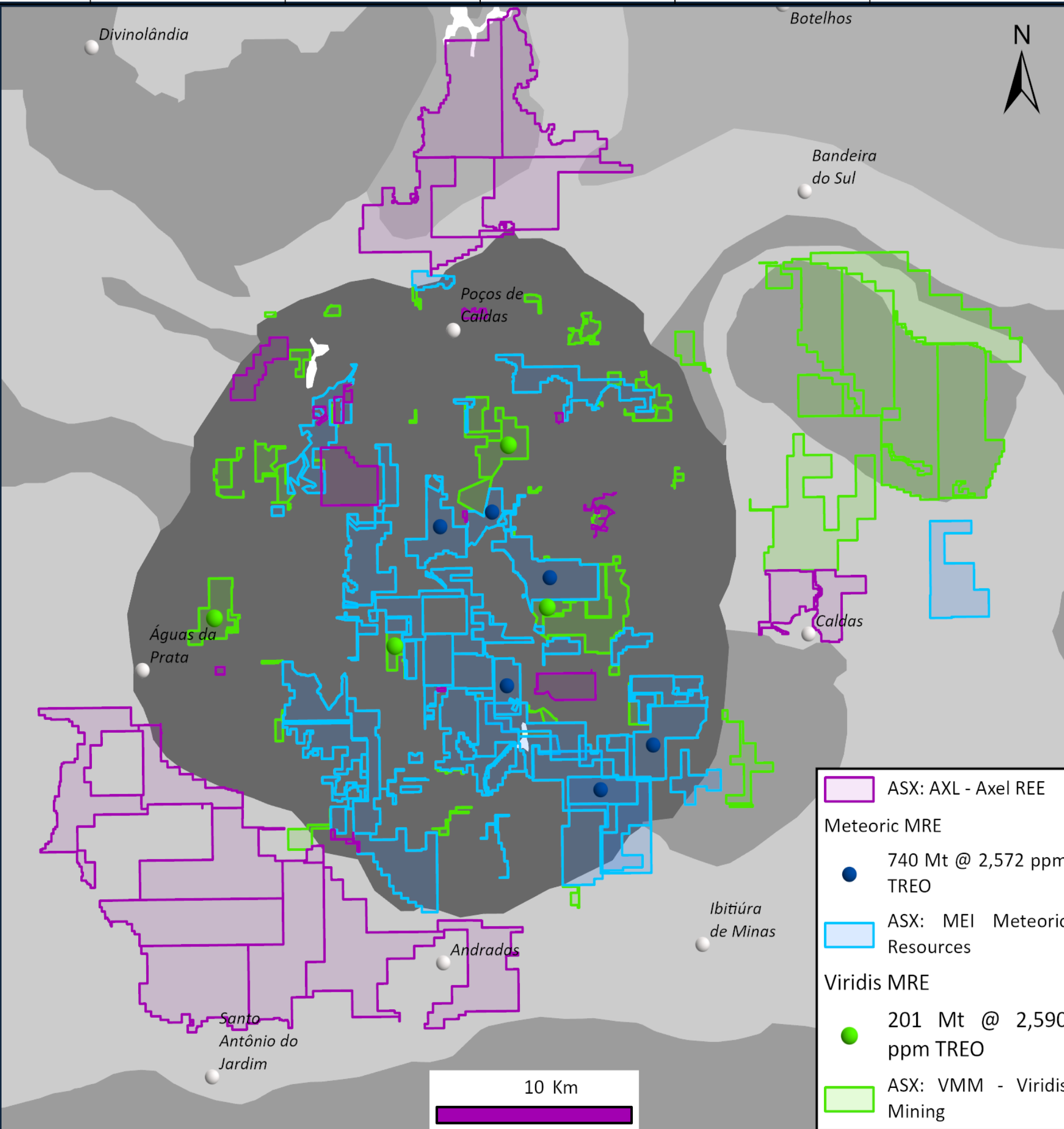
Gallium price rises to highest since 2011 following China export curbs

Bloomberg News | December 13, 2024 | 10:27 am Markets China Specialty Minerals

Global Gallium Market Outlook



Source: The Business Research Company



Caldas Project



Poços De Caldas Alkaline Intrusive

This unique Alkaline Complex hosts globally significant ionic adsorption clay (IAC) REE discoveries including Meteoric Resources NL and Viridis Mining & Minerals Limited

Axel's Caldas Project covers 232km² and licences are situated inside, around the edge and within the Intrusive

High grade REE and MREO Intercepts in kaolinite clays:

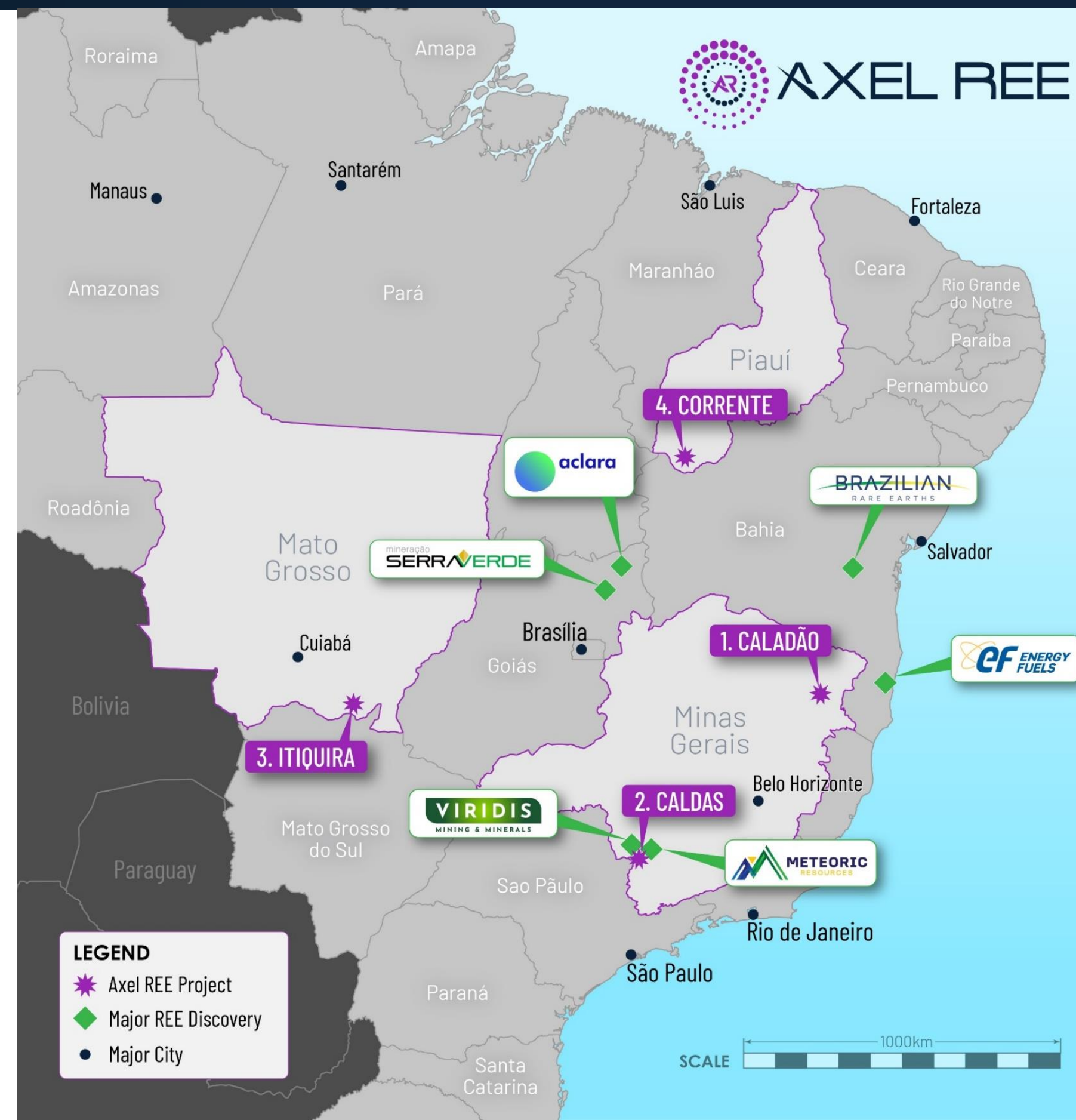
CAL-AUG-001:	11m @ 3,273ppm TREO 24% MREO from <u>surface</u> including
	1m @ 7,099ppm TREO, 27% MREO from 9m
CAL-AUG-003:	20m @ 3,082ppm TREO, 26% from <u>surface</u> including
	1m @ 6,536ppm TREO, 32% MREO from 15m
	ending with
	11m @ 3,699ppm TREO, 30% MREO from 9m
CAL-AUG-009:	13m @ 5,735ppm TREO, 25% MREO from <u>surface</u> including
	5m @ 10,526 ppm TREO, 30% MREO from 8m
	ending with
	1m @ 19,493ppm TREO, 35% MREO from 11m
CAL-AUG-019:	10m @ 4,874ppm TREO, 34% MREO from <u>surface</u> including
	6m @ 6,730 ppm TREO, 38% MREO from <u>surface</u> ending with
	1m @ 7,166ppm TREO, 40% MREO from 11m

Company Summary

Fully funded to fast track Caladão REE + Gallium discovery to Maiden JORC Resource



- ✓ Large project portfolio >1,000km²
- ✓ Fully funded \$10.6M cash (at 31 Dec 2024)
- ✓ Executing IPO Strategy: over 4,000m drilled since IPO in July 2024
- ✓ Caladão Project – unique surface REE + Gallium discovery
- ✓ High value Gallium potential by-product of global significance (China export ban), market price USD 248,000/tonne (14/2/2025)
- ✓ Maiden REE + Gallium JORC Resource expected 1H CY2025
- ✓ Caldas Project high grade REE intercepts in the world class Poços de Caldas Alkaline Complex



References to previous announcements

- AXL ASX release 14 February 2025, “Mineral Resource Estimate and Metallurgy Testing to Commence”
- AXL ASX release 28 January 2025, “19,493ppm TREO at High Grade Caldas Project”
- AXL ASX release 20 January 2025, “68% Increase In Mineralised Drilled Area at Flagship Caladao”
- AXL ASX release 17 December 2024, “Significant Gallium Mineralisation at Caladao Project”
- AXL ASX release 11 December 2024, “28,321ppm TREO / 7,606ppm MREO Make Record Grades at Caladao”
- AXL ASX release 3 December 2024, “Widespread High Grade REE Confirmed from Caladao Channelling”
- AXL ASX release 27 November 2024, “Exceptional TREO and MREO Intercepts Continue at Caladao”
- AXL ASX release 30 October 2024, “Up to 12,931ppm TREO from first DD Hole at Flagship Caladao”
- AXL ASX release 23 October 2024, “Up to 7,099ppm TREO from high grade batch assays at Caldas”

The Company confirms that it is not aware of any new information or data that materially affects the information contained in these announcements and, in the case of estimates of mineral resources, that all material assumptions and technical parameters underpinning the estimates in the announcements continue to apply and have not materially changed.



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