Junior Minerals Exploration Incentive – $1.25m Tax Credit

Encounter has been successful in its application for participation in the Federal Government's Junior Mineral Exploration Incentive ("JMEI") Scheme.

The directors of Encounter Resources Ltd ("Encounter / the Company") are pleased to advise that Encounter was successful in its application for the JMEI up to $1.25 million of 2023/24 company tax losses that may be distributed to eligible incoming shareholders in respect of new shares issued by the Company before 30 June 2024.

The JMEI scheme encourages investment in exploration companies that carry out greenfields mineral exploration in Australia, by allowing these companies to give up a portion of their tax loses for potential distribution to eligible investors.

The JMEI entitles Australian resident investors in new shares issued by eligible minerals exploration companies to either a refundable tax offset or (where the investor is a corporate tax entity, other than a life insurance company) franking credits.

Further details of the JMEI are available on the Australian Taxation Office Website https://www.ato.gov.au/Business/Junior-Minerals-Exploration-Incentive/

This announcement has been approved for release by the Managing Director of Encounter Resources Limited.

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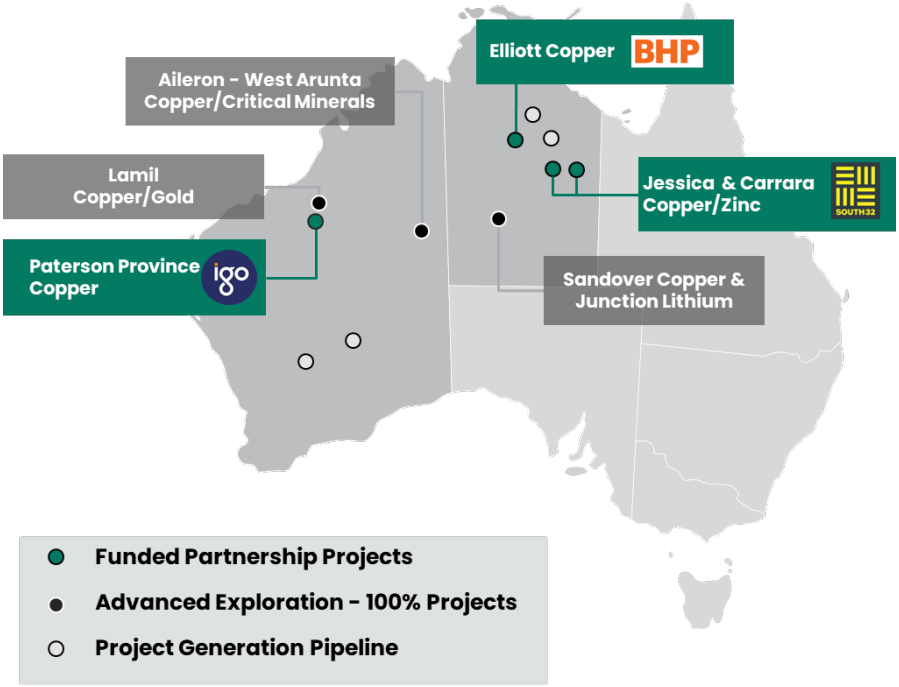
About Encounter



Encounter is one of Australia's leading mineral exploration companies listed on the ASX. Encounter's primary focus is on discovering major copper dominant deposits in Australia.

Encounter controls a large portfolio of 100% owned projects in Australia's most exciting mineral provinces that are prospective for copper and critical minerals. Complementing this, Encounter has numerous large scale copper projects being advanced in partnership and funded through farm-in agreements with leading miners: BHP, South32 and IGO. Encounter's assets include:

100% ENR Projects

Aileron Copper-Critical Minerals Project –WA

- Targeting IOCG copper-gold and carbonatite hosted critical minerals
- Falcon airborne gravity survey May 2023
- Diamond drilling May -June 2023

Sandover Copper Project - NT

- Outcropping shale units that contain copper mapped for >20km
- Gravity survey completed, diamond drilling program planned

Junction Lithium Project - NT

- Highly anomalous lithium & critical minerals
- Confirmed LCT pegmatites

Lamil Copper-Gold Project - Paterson Province WA

- High-grade copper-gold reefs intersected

Copper Farm-in Partners

$7m invested by partners on ENR projects in 2022

BHP

Elliott Copper Project - NT

(up to $25m farm-in funding)

- Diamond drilling intersected a potential "first reductant" horizon in 2022
- Key target for sediment-hosted copper deposits

SOUTH32

Jessica and Carrara Projects – NT

(ENR carried to Scoping Study)

- Diamond drilling July to November 2023
  - 4 holes (3,500m) at Jessica
  - 3 holes (3,000m) at Carrara

igo

Yeneena Project – Paterson Province WA

(up to $15m farm-in funding)

- Diamond drilling commencing July 2023
- 3 holes (2,000m) targeting high-value sediment-hosted copper

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