

PHOSCO LODGES NEW APPLICATION FOR GASSAAT PHOSPHATE PROJECT

IMPROVED APPLICATION OVER FORMER CHAKETMA TO INCLUDE COMMUNITY AS PARTNER

HIGHLIGHTS

- The New Application lodged with the Tunisian Government on behalf of PhosCo for “Gassaat” Exploration Permit is an improved application of the former Chaketma.
- The application aims to include the community as a full partner and shareholder of the project.
- The application area includes the former Chaketma Phosphate Project and phosphate targets immediately north of the deposit with an enhanced budget.
- The new application is strongly credentialed, with meaningful community project participation, strong local support and PhosCo’s technical and financial capacity.

New Exploration Permit Application

PhosCo Ltd (ASX:PHO, **PhosCo** or the **Company**) is pleased to announce that an application has been lodged for a new Exploration Permit in Tunisia’s Kasserine Region. The application covers an area of 112km² that is prospective for phosphate and forms part of PhosCo’s plan to assemble and develop Tunisia’s Northern Phosphate Basin. The new application “Gassaat” encapsulates the former Chaketma Phosphate Project, including interpreted extensions of the deposit.

PhosCo’s innovative application with local community participation is believed to represent the best chance of success for developing the project. It ensures meaningful community participation, is consistent with government policy directives and will allow for significant foreign investment in the project.

Details of the community participation are yet to be formalised but are envisioned to represent a 10% project interest, with cashflows to be directed to an agreed social agenda that can include local schools, hospitals and infrastructure. The arrangements will also set out how PhosCo and the community will work together, including regional employment, local procurement, environmental and social stewardship, and education. PhosCo will be responsible for project funding and technical work.

This application is in response to strong, vocal regional support for the development of the Gassaat project, and specifically for PhosCo. The community and local representatives have engaged closely with PhosCo recognising the need to attract foreign investment to unlock what is a nationally significant project and the regional employment it brings. Formalised community participation in the project will further cement this support and ensure that benefits from the project flow into the local area.

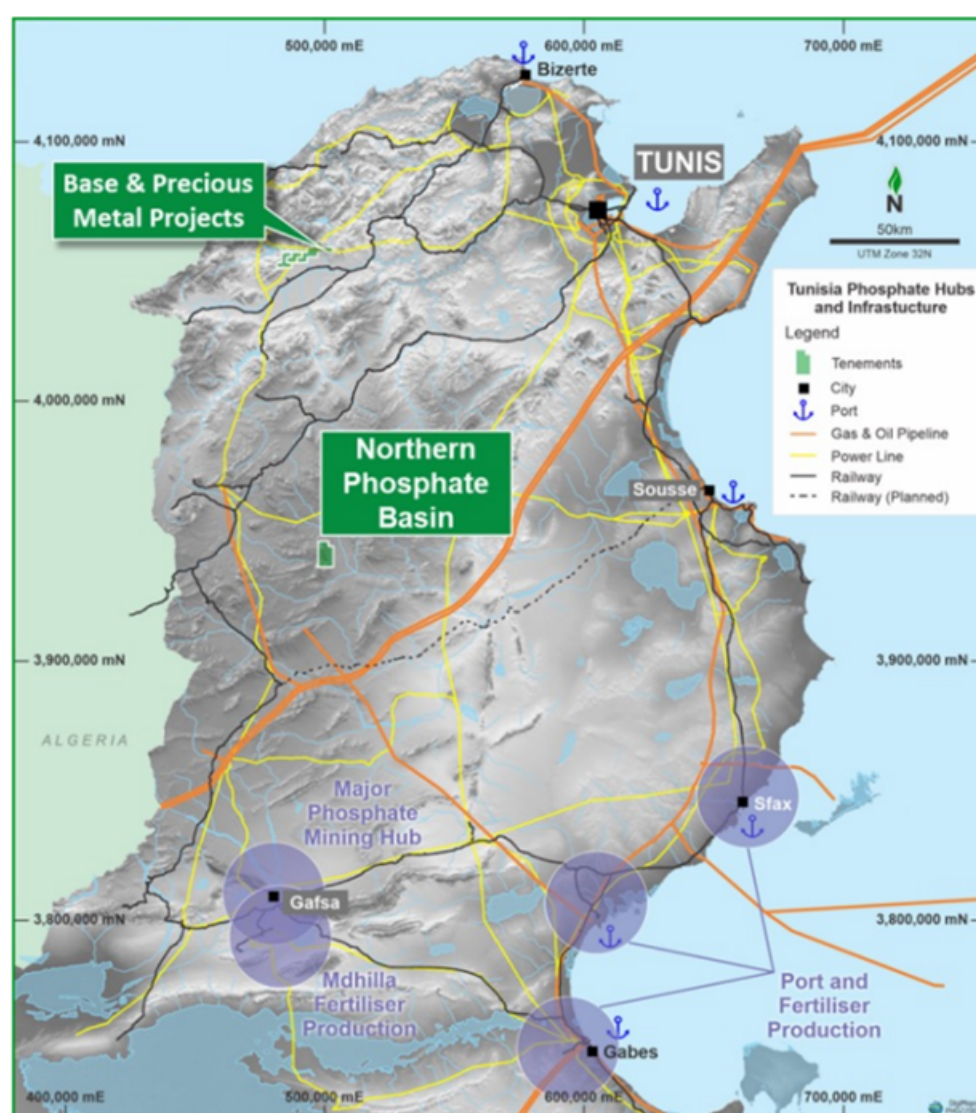


Figure 1. Location of PhosCo's Tunisian Projects and Permit Applications

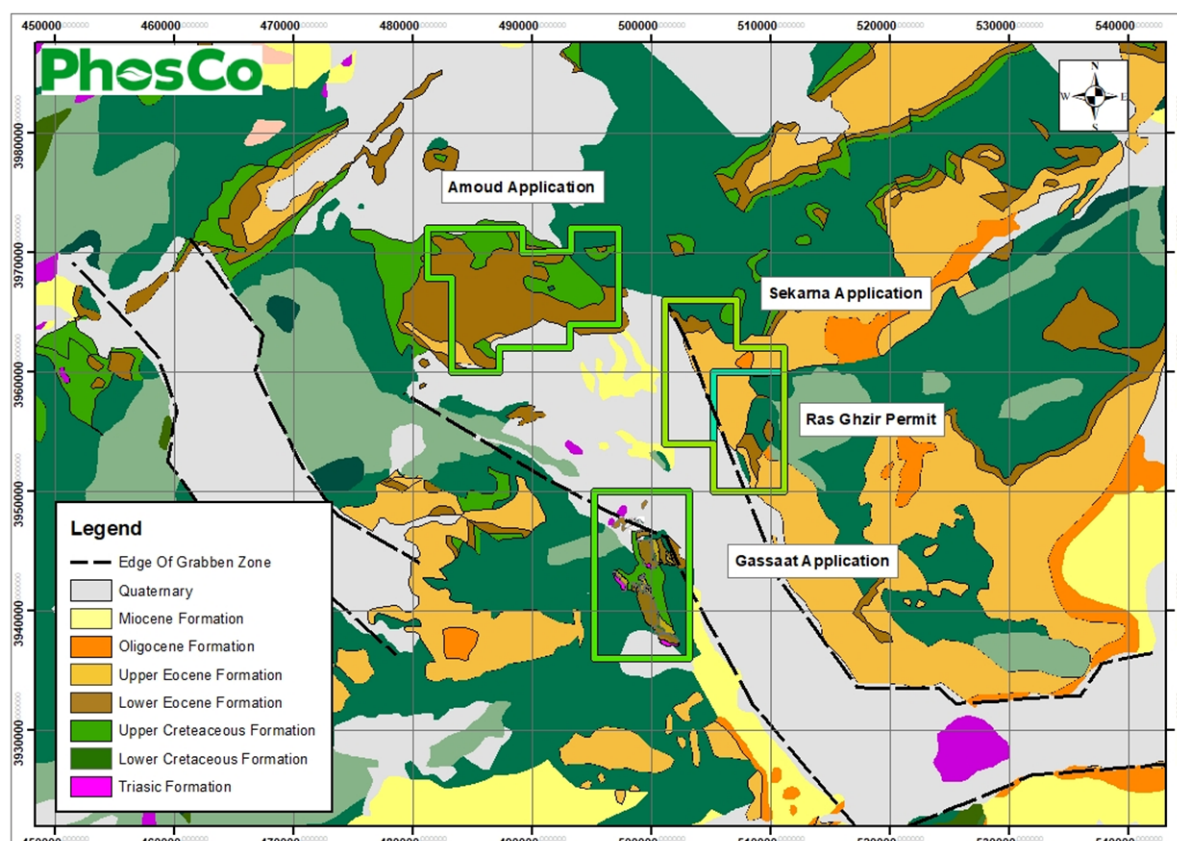


Figure 2. PhosCo’s Northern Phosphate Basin Applications.

Chaketma Phosphates SA (CPSA, in which PhosCo has 51% through Celamin) also has an application pending with the Mines Department for the Chaketma Phosphates Project. In the event of concurrent applications for the same area, under the Tunisian Mining Code the applications are classified in terms of the technical and financial capacity of the applicant and the proposed work plan. The positive impact on the socio-economic environment of the region is also critical for the Tunisian government.

Northern Phosphate Basin

PhosCo is assembling a district-scale phosphate portfolio in Tunisia’s Northern Phosphate Basin to support a potential world-class fertiliser hub:

- **Chaketma:** most advanced project with 146.4Mt @ 20.6% P_2O_5 Resource¹. Existing application in CPSA (51% PhosCo) seeks re-instatement of tenure.
- **Gassaat:** improved application lodged encompassing former Chaketma project in co-operation with local community¹.
- **Sekarna:** early stage Chaketma analog, application submitted and decision pending, drilling required to establish size and grade.
- **Amoud:** application lodged, adjacent to Sra Ouertane in the Northern Basin.

¹ PhosCo has a 51% interest in CPSA that also has an application for Chaketma.

This ASX release was authorised by the PhosCo Ltd Board

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Competent Person's Statement

The information in this announcement that relates to historic data and Exploration Targets, Exploration Results or Mineral Resources is based on information compiled by Aymen Arfaoui, who is a Member of The Australasian Institute of Mining and Metallurgy and an employee of PhosCo Limited. Mr Arfaoui has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration, and to the activity which he is undertaking, 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'. Mr Arfaoui consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.

Note 1

Chaketma Phosphate Project Global Mineral Resources

Chaketma	JORC 2012	Mt	% P ₂ O ₅
KEL (March 2022)	Measured	49.1	21.3
	Indicated	6.4	20.3
	Total	55.5	21.2
GK (November 2022)	Indicated	83.7	20.2
	Inferred	7.2	20.1
	Total	90.9	20.2
Global Resources	Measured	49.1	21.3
	Indicated	90.1	20.2
	Inferred	7.2	20.1
	Total	146.4	20.6

Refer to ASX announcement dated 15/3/22: 'Phosphate Resource Update Delivers 50% Increase at KEL' and ASX announcement dated 17/11/22: '90% Conversion of Inferred to Indicated Resources at GK'.

- All Mineral Resources are reported in accordance with the 2012 JORC Code
- The Mineral Resource is reported at a cut off grade of 10% P₂O₅.

All figures are rounded to reflect appropriate levels of confidence. Apparent differences may occur due to rounding.

The Chaketma Phosphate Exploration Permit was 100% held by Chaketma Phosphates SA (CPSA). On 3 January 2023, PhosCo announced that on 19 December 2022, CPSA received a letter from the Minister of Industry, Mines and Energy dated 7 December 2022 whereby the application for a mining concession over the Project did not receive approval, thereby terminating the validity of CPSA's exploration permit. In consultation with the Tunisian Ministry of Industry, Mines & Energy, CPSA applied for a new Exploration Permit for Chaketma, mirroring the original permit boundaries.

PhosCo on 27 August 2024 made a new application "Gassaat" encapsulating the Chaketma Phosphate Project in cooperation with the local community.

The next step in this process will be for the new applications to be considered by the Consultative Committee of Mines (CCM). Assuming the CCM approves an application, formal gazetting will take place once the application has also been cleared by the Tunisian military. If granted, the Exploration Permit will be valid for three years (with two three year extensions).