NEW GOLD SELECTION

BRAZIL RESOURCES INC. (TSX.V:BRI)

SHARES (BASIC)	*39.4MILLION*
WARRANTS AND OPTIONS	*1.9 MILLION*
FULLY DILUTED	*41.3 MILLION*
MARKET CAP (FD)	*$60.3 MILLION*
CASH ON HAND	*$10.1 MILLION*
52 WEEK RANGE	*$1.00- $1.75*
OPERATING IN:	*BRAZIL*

Further to my earlier comment about the "new breed" of public company Formula 1 machines, Brazil Resources happens to be just one such vehicle. Every component, from its Board of Directors to its web site, are deliberately configured, each with a special function that in and of itself is impressive, but when combined with the others, creates a veritable juggernaut.

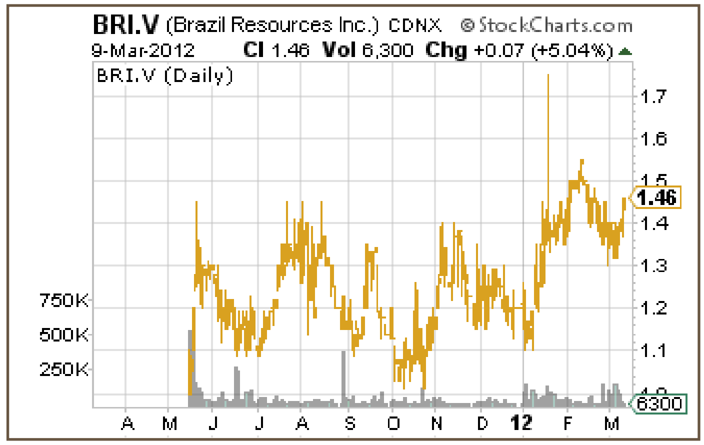
The company went public on the TSX Venture exchange in May 2011, placing 3.8 million shares at $0.65 with no warrants except the 311,200 that Canaccord Genuity received for its financial services. The company's only other financing closed in December 2011, and this time the company raised $4.8 million through the issuance of 4.3 million shares at $1.10 per share.

So while many might complain that today's entry level of ~$1.46 is not exactly best case scenario, this is, as I said earlier, one those stocks that is so perfectly structured with very strong shareholders that it is unlikely any shares will ever be obtained for cheaper. The company has CA$10 million in the bank, a multitude of highly prospective targets to drill, and a technical team with a track record of discovery totaling 10 million gold ounces to execute the program.

POWER BOARD

The Board of Directors is populated with mining industry and financial alumni from large entities within their respective fields.

Amir Adnani, the Chairman, is also the CEO of Uranium Energy Corp, a company that grew from its inception as a uranium exploration company in 2006 to a U.S.-based producer of Uranium at its operations in Texas. He structured Brazil Resources and assembled its Board of Directors.



Stephen Swatton, the CEO, was formerly Global Head of Business Development for BHP Billiton's Exploration Division, as well as CEO of Fortress Minerals Corp. (TSX.V:FST) and Southern Rio Resources Ltd.

Mario Garnero is a politically connected chairman of Brazil-Invest Group, a private merchant bank that has facilitated transactions in the US$12 billion-plus range.

And Enzio Garayp is the former Exploration Manager for Kinross Brazil, where he oversaw the expansion of the gold resource at the Paracatu gold mine to 15 million ounces.

PROJECT PIPELINE

Brazil Resources' current project portfolio covers over 120,000 hectares in several key gold producing regions.

The Montes Aureos project, with a strike length of 2 kilometres by 300 metres, has been the site of artisanal mining for over 150 years.

According to Brazil Resources' web site,

"The Montes Áureos project is located 20kilometres south of the Chega Tudo (660,000 ounces gold) and Cipoeiro (1.85 million ounces) gold deposits owned by Jaguar Mining and 180 kilometres west of the city of Sao Luis. The Montes Áureos project comprises a 2,000-hectare exploration license valid until April, 2014.

The geology of the property comprises the Chega Tudo Formation, a highly strained volcano-sedimentary sequence that hosts the gold mineralization associated with the development of a major NW-SE structural corridor 120 kilometres long where several gold deposits have been identified, such as the Chega Tudo, Cipoeiro, Serrinha and Cachoeira deposits."

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The Trinta Project is a 9,300 hectare project situated in the emerging Gurupi Gold Belt located in Maranhão State, Brazil. The property consists of an exploration license located approximately 3 kilometers northeast of the Company's Montes Áureos Project.

A reconnaissance soil and Heavy Mineral Concentrate ("HMC") sampling program was initiated and completed at the Trinta property last year. Initial results from the program to date have confirmed anomalous gold results that will assist in further follow-up work and the selection of exploration target areas. Further reconnaissance HMC and soil sampling at the Trinta property, and initially at the Maua property, has been completed and the Company is anticipating results in the near future.

On September 15, 2011, the Company announced the acquisition of the 24,678 acre Maua Project in the emerging Gurupi Gold Belt located in Maranhão State, Brazil. The project is located approximately 2.5 kilometres west of the company's Montes Áureos Gold Project. The acquisition represents the Company's third acquisition in the Gurupi Gold Belt, and increases its total land package in the Gurupi Gold Belt to 21,000 hectares. The Maua Project was acquired through an application by an agent to the DNPM for a new exploration license.

The Artulandia Gold Property is contiguous to the Company's recently announced Pireneus Project, a 97,000-hectare project area located approximately 150 kilometres west of Brasilia in Goias State. Goias State is an emerging gold-producing district with major miners, including Kinross, AngloGold Ashanti and Yamana Gold active in the region.

Initial stream sediment sampling has identified two parallel gold-anomalous trends on the property that are each approximately 11 kilometres in length and are open laterally in both directions. The distribution of the gold mineralization suggests the possibility of a local source. The Company's current plan at Artulandia is to perform detailed geological mapping and soil sampling to define targets for further work and drilling.

President and CEO Stephen Swatton stated: "The Artulandia Property, combined with our adjacent Pireneus Project, represents an exciting opportunity to establish a significant presence in Goias State. We will immediately seek to increase our understanding of the source of these gold anomalies."

ACQUISITION POTENTIAL

While the company does have a potentially outstanding portfolio of exploration targets, there is a high probability that, given the development pattern of Uranium Energy Corp. and Amir Adnani's experience and expertise in building that company through acquisitions, Brazil Resources may be contemplating a similar strategy.

Considering the company's share structure is unencumbered by burdensome warrants, and therefore, relative to the enterprise value of the company, its shares are very attractively priced for use as currency in any acquisition strategy. That opens the doors for discussions for existing gold projects that are more advanced by the Brazil Resources team, as any vendor would gladly accept the shares of a company whose value increases at a time when market weakness drives the share price of its peer group downward, as was the case during Q4 2011.

So while the entry price as it is currently may appear expensive to investors accustomed to entering junior exploration companies for pennies, you very much get what you pay for in this business. That's why Commodity Capital and Midas Letter Opportunity Fund are investors in Brazil Resources.