

Blackwood Goldfield Approval

Approval Granted for high priority underground drilling and sampling program

Highlights

- **Cauldron’s plan to access existing underground infrastructure for exploration and drilling of high priority targets at its Blackwood Gold project has been approved ahead of expectation (refer ASX announcement of 11 March 2021)**
- **The mobilisation of equipment and experienced personnel to re-establish access to a network of more than 1.5km of tunnels can now be initiated**
- **The Company intends to use the Tyreconel Adit and drive as a drill access point to target the modelled deeper high-grade plunges (refer Figure 1); with no impact on the surface**
- **The walk-in tunnel system can also be used to structurally map and sample the multiple reef structures identified from historical activities (refer Figure 2)**

Cauldron Energy Limited (**Cauldron** or the **Company**) (ASX: CXU) is excited to advise that its program of work to target modelled high-grade plunges below the Sultana, Sultan and North Sultan shafts has been approved by the Victorian Earth Resource Regulation (ERR) department ahead of Company expectations. (Refer ASX announcement of 11th March 2021)

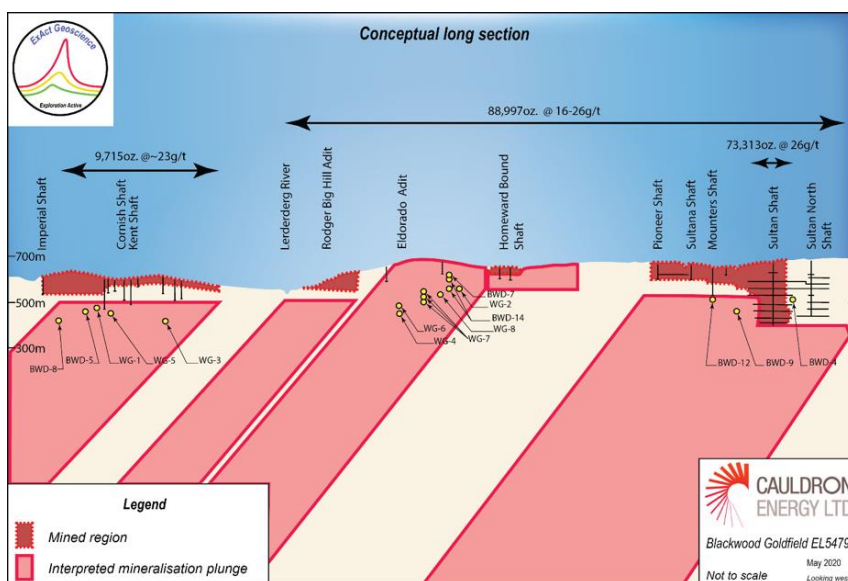


Figure 1: SN Long Section showing historical shafts & production

ABN

22 102 912 783

Address

Unit 47,
Level 1
1008 Wellington Street
WEST PERTH WA 6005

PO BOX 1024

West Leederville WA 6007

ASX Code

CXU

Securities on Issue

451,999,512 shares

6,833,395 Options (exercise price: \$0.03; expiry 31 Dec 2021)

16,666,666 Options (exercise price: \$0.03; expiry 31 Mar 2022)

10,000,000 Unlisted Options (exercise: \$0.03; expiry 16-Sep-22)

6,000,000 Unlisted Options (exercise: \$0.05; expiry 16-Sep-23)

45,354,839 Options (exercise price: \$0.05; expiry 30 Nov 2023)

9,000,000 Performance Rights (expiring 10 August 2025)

Board of Directors

Simon Youds
Non-Executive Chairman

Jess Oram
Executive Director & Chief Executive Officer

Qiu Derong
Non-executive Director

Judy Li
Non-executive Director

Chenchong Zhou
Non-executive Director

Michael Fry
Company Secretary

This approved program of work allows access to the 1.5km walk-in level drive directly underneath historically mined areas via the Tyreconnel Adit; which was rehabilitated late in calendar year 2020. The drive crosses at right angles across the Eastern lodes including Annie Laurie and Grace Edgerton systems into and across the Western lode system, hosting Pioneer, Mounters and Sultan shaft etc. (Refer Figure 3)

In reference to Figure 1 a South-North Long Section showing the Sultan shaft as the gem of the Northern area, the EW Tyreconnel drive bisects both eastern and western lode systems just to south of Pioneer shaft (refer Figure 1) in prime position to drill this predicted northern area high grade plunge as an extension of this prolific area as a number of high priority drill targets, This long access drive allows walk-in access to numerous drill positions directly on the drive with multiple possible drill intersections of the target modelled high grade plunge.

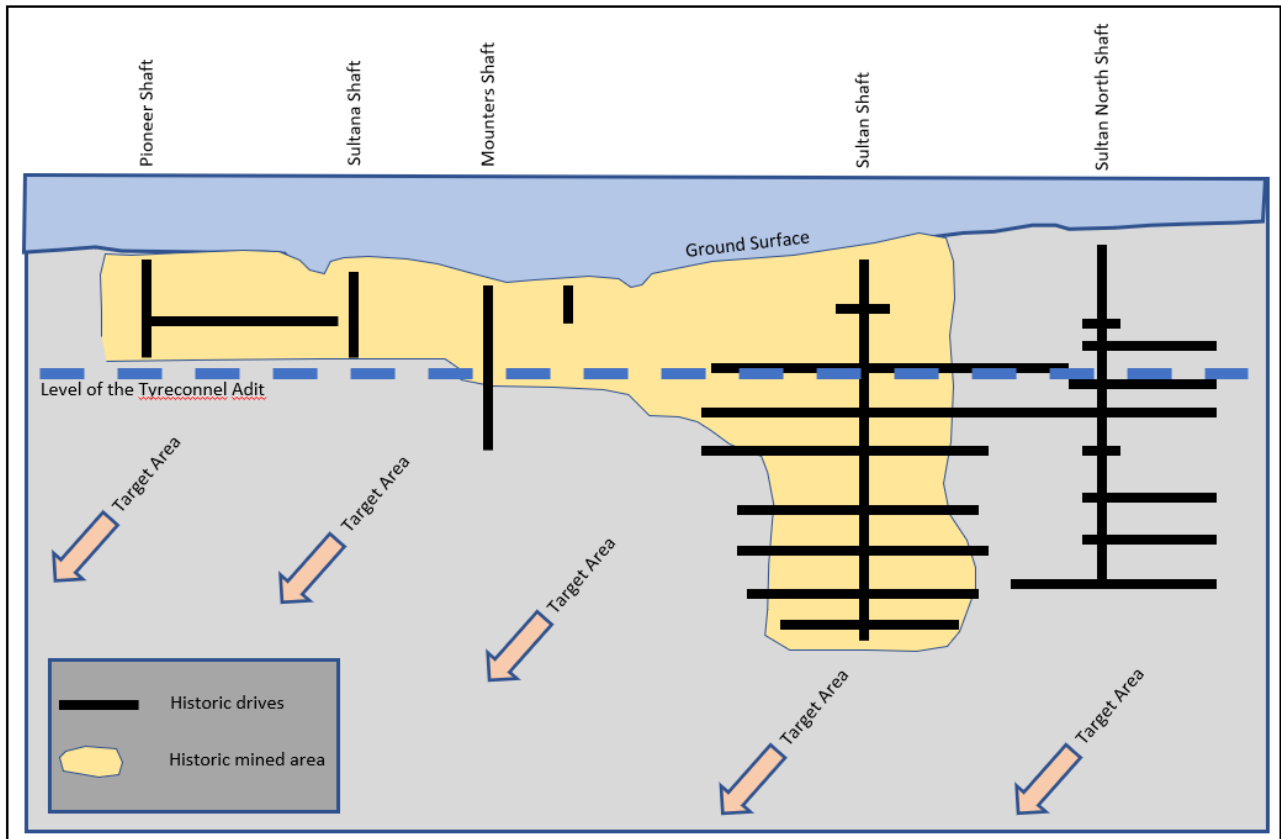


Figure 2; the walk-in Tyreconnel adit accesses under Pioneer and Mounters shafts allowing access for bulk sampling and multiple short drill intersection opportunities into the predicted high-grade reefs under foot.

This drive also allows physical access to the key northern shaft areas of Pioneer and Mounters which were stopped by lack of pumping technology. Accessing these areas for sampling grows the geological understanding but may also open up the area for potential production without significant time or cost.

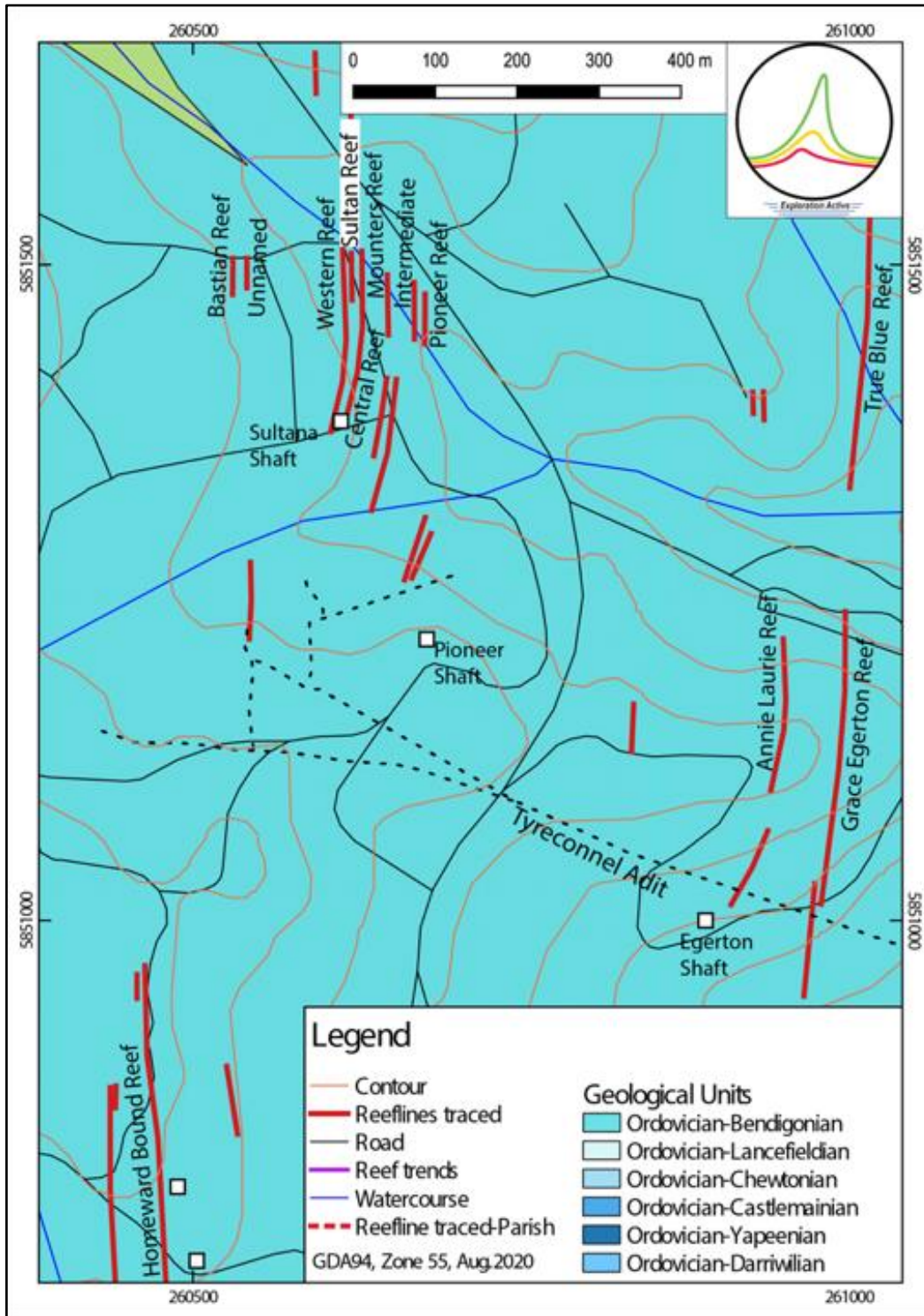


Figure 3: Parallel lode structures untested by drilling

Competent Person Statement

The information in this report that relates to exploration results is based on information compiled by Mr Stewart Govett, Principal Geologist of ExAct Geoscience Pty Ltd and Mr Jess Oram, Executive Director of Cauldron Energy Limited. Mr Oram and Mr Govett are Members of the Australasian Institute of Geoscientists.

Mr Oram and Mr Govett has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Oram and Mr Govett consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

END

Authorised for release by Mr Jess Oram,
Executive Director and Chief Executive Officer.

For further information please contact:

Jess Oram
Chief Executive Officer
Cauldron Energy Limited
T: (08) 6270 4693
M: +61 448 110 009
jess.oram@cauldronenergy.com.au

Michael Fry
Company Secretary
Cauldron Energy Limited
T: (08) 6260 4693
M: +61 417 996 454
michael.fry@cauldronenergy.com.au