

Blackwood Update – Services Installed for Commencement of Drilling

Highlights

- Cauldron's underground team have installed 450m of compressed air and water lines equipping the Tyrconnel Access for diamond drilling.
- Cauldron is fully funded for the up-coming drill program and with consent from the authorities received, the Company is targeting mid-month for drill contractor mobilisation and commencement of drilling.
- Cauldron's recently appointed structural geologist Mark Burdett (refer ASX announcement 12 July 2021) is involved in re-designing the drill program to take advantage of the Tyrconnel Drive Access' extensive rock exposures to better target the multiple gold lodes (refer ASX 11 February 2021 & 15 March 2021) mined in 1800's

Cauldron Energy Limited (**Cauldron** or the **Company**) (ASX: CXU) is pleased to advise of the completion of services to enable drilling to commence with over 450m of underground pipework having been installed. With the work now completed, Cauldron's drill contractor, Core Prospecting, has commenced mobilisation and aims to commence drilling by middle of this month.

With the initial drill position immediately available and with the required air and water reticulation in place, the drill contractor will be able to set up on the first hole soon after mobilising its drill equipment underground utilising the Tyrconnel access drive.

The Tyrconnel access drive provides multiple drill positions to target the conceptual down-plunge extensions of up to 8 reef structures (see Figure 1 below) utilising short diamond holes. Note the EW 1.5km Tyrconnel tunnel bisects many of the NS striking multiple reef systems slightly underneath and to the south (left as shown in Fig 1) of the mined region at the Pioneer Shaft collar.

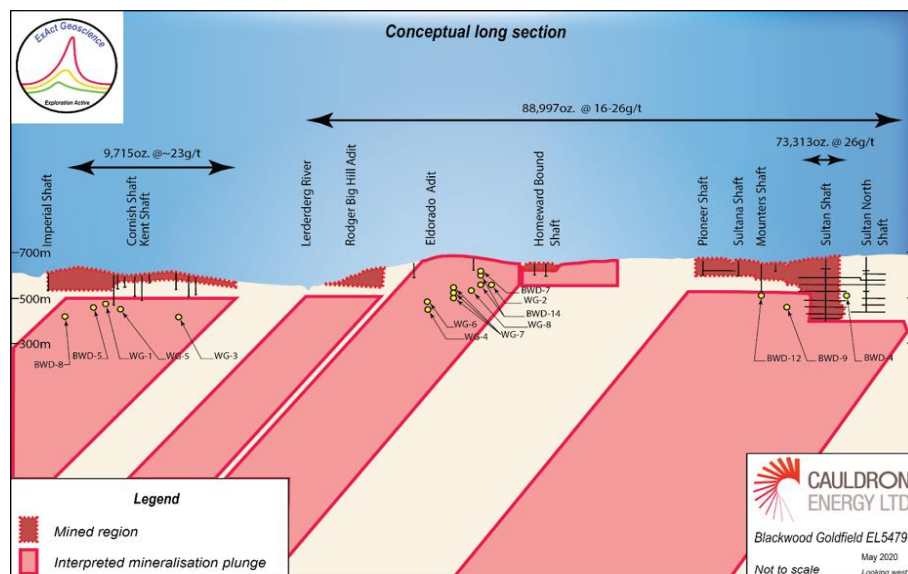


Figure 1: SN Long Section showing historical shafts & production

ABN

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West Leederville WA 6007

ASX Code

CXU

Securities on Issue

455,999,512 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
Executive Chairman

Jess Oram
Non-executive Director

Qiu Derong
Non-executive Director

Judy Li
Non-executive Director

Chenchong Zhou
Non-executive Director

Michael Fry
Company Secretary



Figure 2: Pictures of the Tyreconnel Adit and inside the drive



Figure 3: Cauldron's Mining Team at work installing services



Figure 4: Pictures inside the Tyreconnel Adit showing services installed

Commenting on completing the mine service reticulation at Blackwood, Cauldron's Executive Chairman Simon Youds stated: *"It's pleasing that the Company's team in Victoria have managed to stay on track despite the various complications restricting travel and this is a testament to their professionalism and experience. With funding available this exciting phase of the revitalisation of this forgotten Victorian asset can start. The local community are being kept informed each step of the way and as Cauldron's commitment to maintain the lifestyle and minimise environmental impact and clean up some of the legacy aspects in the process... actions speak louder than words. The gradual growth in technical understanding is complemented with the addition of Mark Burdett's structural skill set, so crucial for gold exploration in any setting but so very important for the Victorian style which until recently had mystified some of the best of the world's geologists"*.

The Blackwood Gold Project is located in Victoria's highly productive 'Golden Triangle' having exceptional opportunity to extend the ore shoots abandoned by past miners. In addition, there is potential to discover new ore shoots lying proximal to the underground tunnel system left by historical mining activity.

END

Authorised for release by Mr Simon Youds, Executive Chairman.

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Competent Person Statement

The information in this report that relates to exploration results for the **Blackwood Gold Project** is extracted from reports released to the Australian Securities Exchange (ASX) on 31 August 2020 titled "Victoria's Blackwood - Cauldron's Golden Opportunity", on 15 March 2021 titled "Blackwood Goldfield Project Update", on 25 June 2021 titled "Green Light for Exploration at Blackwood", on 5 July 2021 titled "Blackwood Gold Project Update – Drilling Contractor Engaged" and on 12 July 2021 titled "Highly Experienced Geologist joins Blackwood Team" and are available to view at www.cauldronenergy.com.au and for which Competent Persons' consents were obtained. Each Competent Person's consent remains in place for subsequent releases by the Company of the same information in the same form and context, until the consent is withdrawn or replaced by a subsequent report and accompanying consent.

The Company confirms that is not aware of any new information or data that materially affects the information included in the original ASX announcements released on 31 August 2020, 15 March 2021, 25 June 2021, 5 July 2021 and 12 July 2021.

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