

ASX:CVV

12 April 2022

NON-RENOUNCEABLE RIGHTS OFFER

Caravel Minerals Limited ("Caravel" or the "Company") (ASX: CVV) is currently completing a Pre-Feasibility Study (PFS) for the Caravel Copper Project. As recently announced, the reporting date for the PFS has been extended until May. From the results received to date the Company is confident that the results will warrant proceeding with a Bankable Feasibility Study (BFS) and preparations are underway to formally commence the BFS in June 2022 with completion targeted in late 2023.

Key contractors and consultants, such as Ausenco, CIVMEC and Orelogy have confirmed their availability to meet this timeline.

To ensure key technical data is available to meet this schedule, Caravel has brought forward certain activities such as metallurgical and geotechnical drilling, as the industry is experiencing significant delays for these services. This will allow the BFS schedule to remain unaffected by the extended date for reporting of the Pre-Feasibility Study.

To fund these early BFS activities the Company will raise additional working capital by way of a rights issue, with final BFS funding arrangements to commence post the reporting of the PFS. This allows existing shareholders to participate in the BFS funding round, with the balance of funding expected to be placed to Institutional investors.

Rights Issue

The directors advise they are seeking to raise up to approximately \$4,522,260 by a pro-rata non-renounceable rights offer ("Offer") of up to approximately 15,594,001 shares on the basis of 1 new share ("New Share") for every 25 shares held at an issue price of 29 cents per New Share. The Company expects to lodge an offer document for the Offer ("Offer Document") with the ASX on 21 April 2022.

In addition, the Company is offering Eligible Shareholders the New Shares which comprise the shortfall to the Offer at the same issue price of 29 cents ("Shortfall Offer").

It is anticipated that the Offer Document offering New Shares for subscription will be mailed to Eligible Shareholders on 21 April 2022 and will be available on the ASX and Company's website on this day.

Details of the Offer

Under the Offer the Company's shareholders with a registered address in Australia or New Zealand on the Record Date of Tuesday, 19 April 2022 ("Eligible Shareholders") can subscribe for one (1) New Share for every 25 shares held at an issue price of 29 cents per New Share. The Offer will close on Tuesday, 3

May 2022 (unless extended). Eligible Shareholder can also apply for New Shares in excess of their entitlements under the Shortfall Offer.

All New Shares issues will rank equally with existing shares on issue. Application will be made to ASX for official quotation of the New Shares. No shareholder approval is required to the Offer. Fractional entitlements to New Shares will be rounded up to the nearest whole number.

The Offer is not underwritten. The minimum subscription under the Offer is \$1,500,000.

Indicative timetable*

The indicative timetable and important dates for the Offer is as follows:

Pro-rata Offer announced	12 April 2022
New Shares quoted on an "ex" basis (date from which the New Shares commence trading without the entitlement to participate in the Offer).	14 April 2022
Record Date (date for identifying Shareholders entitled to participate in the Offer).	19 April 2022
Offer Document with Entitlement Form sent to Eligible Shareholders	21 April 2022
Offer opens	21 April 2022
Closing Date (5.00pm WST) (last date for lodgement of Entitlement Forms and Application Money)	3 May 2022
Trading of New Shares commence on a deferred settlement basis	4 May 2022
Company to notify ASX notified of the Shortfall (if any)	6 May 2022
Quotation of New Shares and end of deferred settlement trading	9 May 2022

** The indicative timetable above is subject to change without notice. The Company reserves the right to amend any or all of these dates and times, subject to the Corporations Act 2001 (Cth), the ASX Listing Rules and other applicable laws.*

Potential Delay in Delivery – COVID-19 Pandemic

Eligible Shareholders should be aware that the COVID-19 pandemic may cause significant delays in the delivery of the Offer Document and Entitlement Forms by post, as well as the return of completed forms by those Eligible Shareholders wishing to participate in the Offer.

Eligible Shareholders who wish to participate in the Offer are therefore encouraged to provide their email addresses to the Company's share registry, Automic Registry Services at 1300 288 664 to permit electronic delivery of their personalised Entitlement Forms.

Eligible Shareholders who have not provided their email addresses to the Company's share registry or who are unsure, should contact the Company Secretary on (08) 9426 6400 before the Closing Date of the Offer.

Capital structure

Assuming that no Options are exercised before the Record Date, the effect of the Offer on the Company's issued share capital at Minimum Subscription and Full Subscription is shown in the following table:

Shares	Minimum Subscription	Full Subscription
Existing Shares	389,850,017	389,850,017
New Shares issued under the Offer	5,172,414	15,594,001
Total Shares on issue after completion of the Offer	395,022,431	405,444,018

Overseas Shareholders

The offer is only made to Eligible Shareholders (shareholders with a registered address in Australia or New Zealand at the Record Date). Therefore, if you are a shareholder with a registered address other than Australia or New Zealand, no offer will be made to you. In making this decision, the directors have taken into account the small number of overseas shareholders and the costs and administrative complexity of complying with applicable regulations in jurisdictions outside Australia and New Zealand.

Shareholders may view all the Company's ASX announcements, including those relating to the Offer, on the ASX's website at **www.asx.com.au** or alternatively on the Company's website at **www.caravelminerals.com.au**.

If you have any questions please do not hesitate to contact the Company.

This announcement is authorised for release by Company secretary, Daniel Davis.

For further information, please contact:

Dan Davis

Company Secretary

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