

18 November 2016

CAULDRON CONFIRMS RECEIPT OF \$2.5M PURSUANT TO PLACEMENT AGREEMENT

Further to its announcement on 19 September 2016, Cauldron Energy Limited (ASX: **CXU**) (**Company**) (**Cauldron**) is pleased to confirm it has now received A\$2.5 million in funds pursuant to the placement agreement (**Placement Agreement**) with a new Chinese sophisticated investor for 31,250,000 fully paid ordinary shares (**Placement Shares**) at an issue price of \$0.08 per share (**Placement**).

Approval by the investor of the Company's financial budget for the period to 31 December 2017 (**Budget**), being a condition precedent to the Placement Agreement, has now been satisfied.

The Placement Shares will be issued following, and subject to, receipt of shareholder approval being sought at the Company's upcoming annual general meeting on 24 November 2016.

Commenting on this, Executive Chairman Mr Tony Sage said "We are pleased to have received this significant investment funding from a new key Chinese investor. The funding will allow the company to continue its work to advance its significant uranium resource project located in the Yanrey region of Western Australia."

Yours faithfully
Cauldron Energy Ltd

Tony Sage
Executive Chairman

ABN 22 102 912 783

32 Harrogate Street, West
Leederville WA 6007

PO Box 1385, West
Leederville WA 6901

ASX code: CXU

288,002,620 shares
44,000,000 unlisted options

Board of Directors

Tony Sage
Executive Chairman

Qiu Derong
Non-executive Director

Judy Li
Non-executive Director

Mark Gwynne
Non-executive Director

Catherine Grant-Edwards
Company Secretary