

Quarterly Report Period Ending 30 June 2022

HIGHLIGHTS

Blackwood Gold Project

- Good core recovery (90-100%) from recent drilling has allowed collection of reliable geological and geochemical data
- Underground drilling has intercepted the potential quartz-bearing gold lodes with assays awaited
- A further 4-5 holes planned to complete this initial program

Yanrey Uranium Project

- The Bennett Well deposit contains greater than 30 million lb of uranium oxide and remains one of the largest undeveloped uranium deposits in Australia
- No on ground exploration was undertaken during the quarter due to the Western Australian State Government's ban on uranium mining and development activities since June 2017
- Ways to continue to progress and demonstrate the potential of the project continue to be investigated

WA Sands Project

- Several expressions of interest for sand supply were received, which are currently being worked through

Corporate

- During the quarter Ian Mulholland was appointed as Non-executive Chairman
- Cash on hand at the end of the quarter was \$0.24 million, with liquid assets (shares in other companies) valued at \$0.375 million

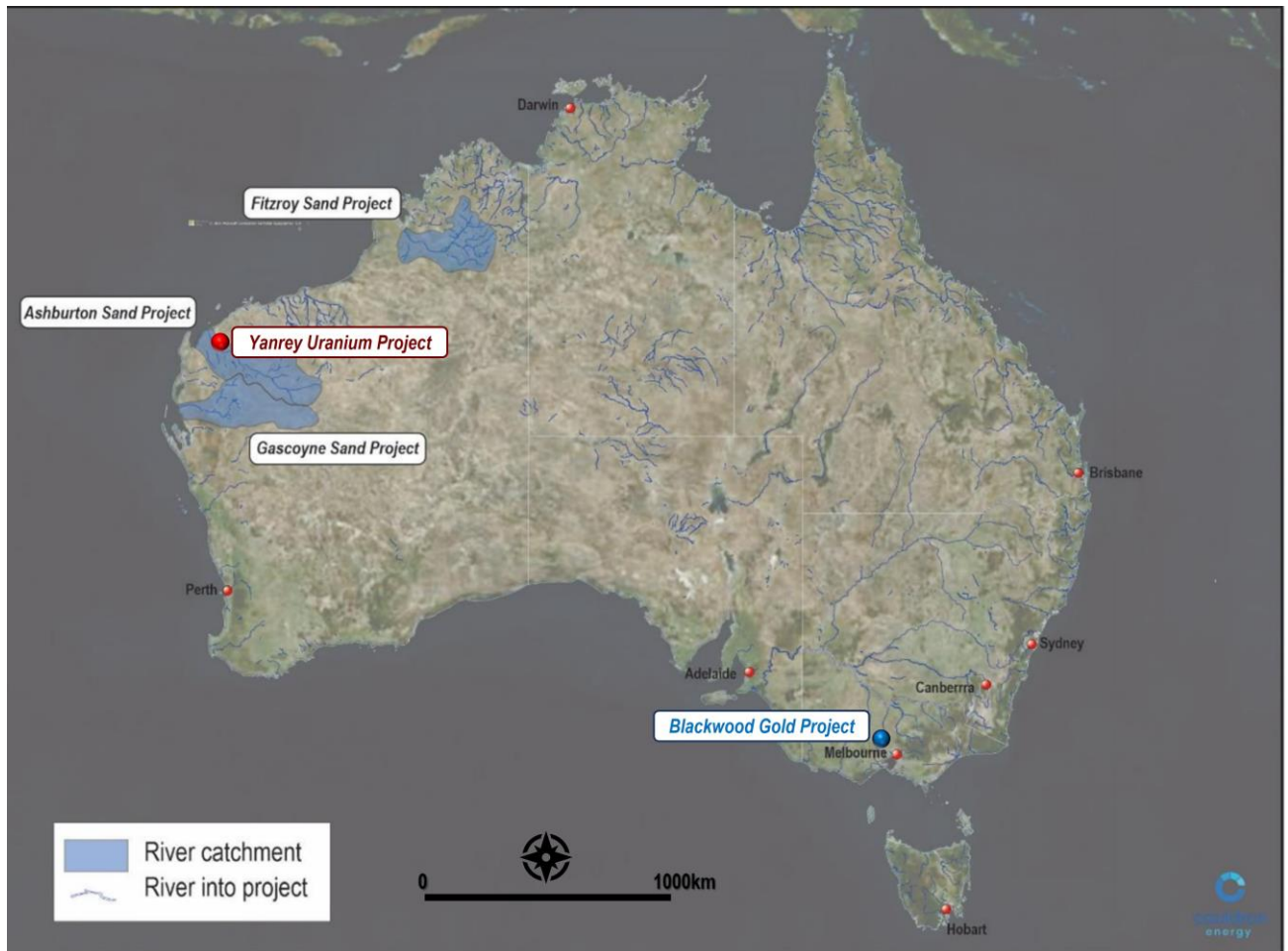


Figure 1: Cauldron Energy Project Map

Blackwood Gold Project, Victoria

The 24 km² Blackwood Goldfield project is located southeast of Daylesford, in the highly prospective Central Victorian Goldfields. From 1864 to 1960, the Blackwood Goldfield produced about 218,000 ounces of gold.

Review of historical data has identified multiple high-priority targets for drill testing. The initial target is an area adjacent to the Annie Laurie Reef (Figure 2). Drilling during the quarter has intersected both mined (i.e. voids) and unmined portions of the reef. Due to the coarse-grained nature of gold, assays so far have been low grade. This has been further exacerbated by low core recoveries in the potential ore zones due to highly broken and fractured ground.

Recent drilling has seen improved core recoveries (90-100%) and several promising reef intersections have been made for which assays are awaited.

A schematic long section of the Western Reef workings shows historically reported fractured vein systems of up to 9m in thickness, containing grades of up to 920 g/t gold (Au) within the Western Reef system (Figure 3).

Compared to other Victorian Goldfields and operations (such as at Ballarat and Bendigo), the Blackwood Goldfield is relatively unexplored and undeveloped. Based on historical figures and the extent of old workings at Blackwood and current workings at adjacent goldfields, potential for million ounce plus endowment exists.

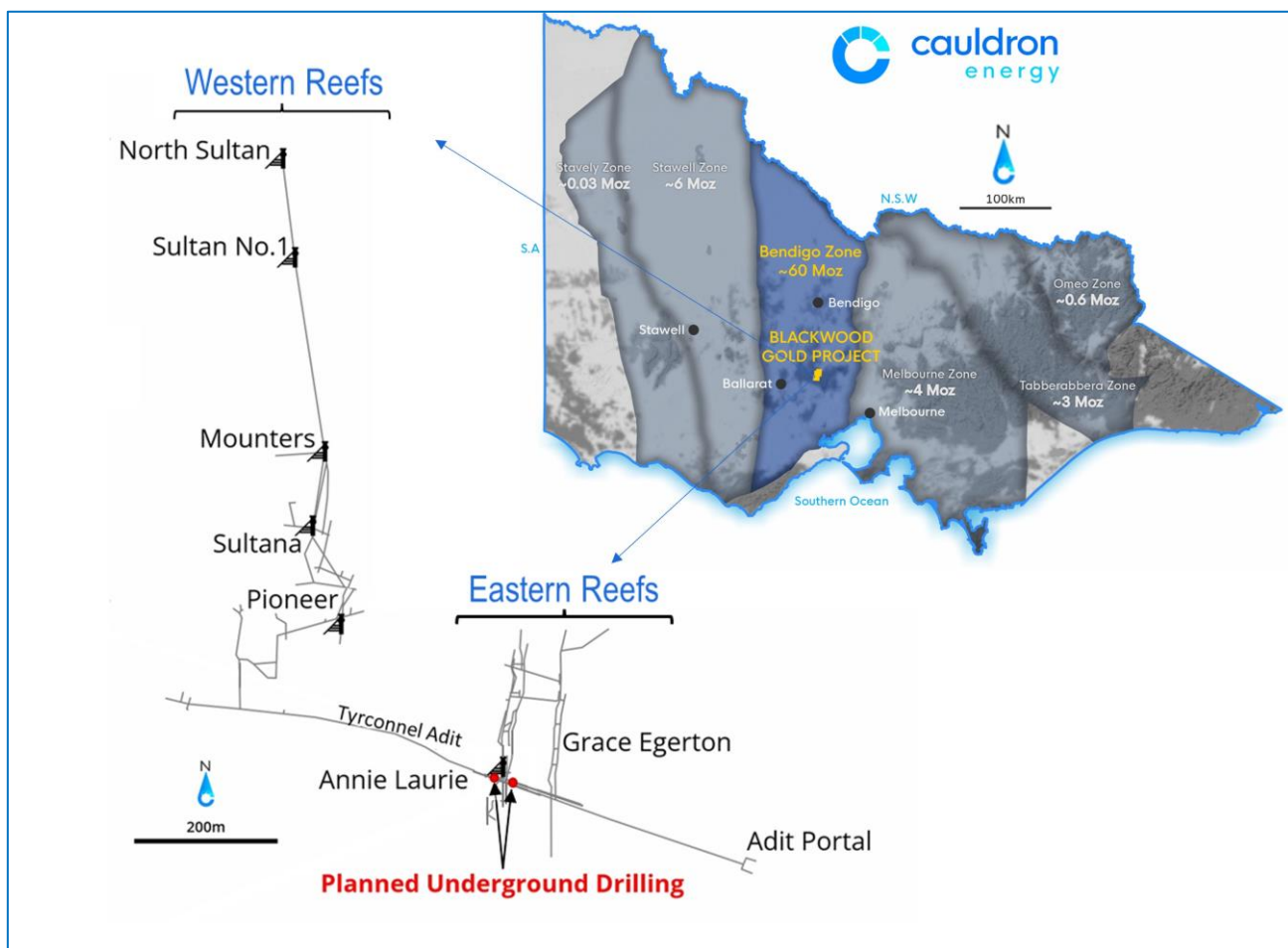


Figure 2: Blackwood Gold Project Location Map

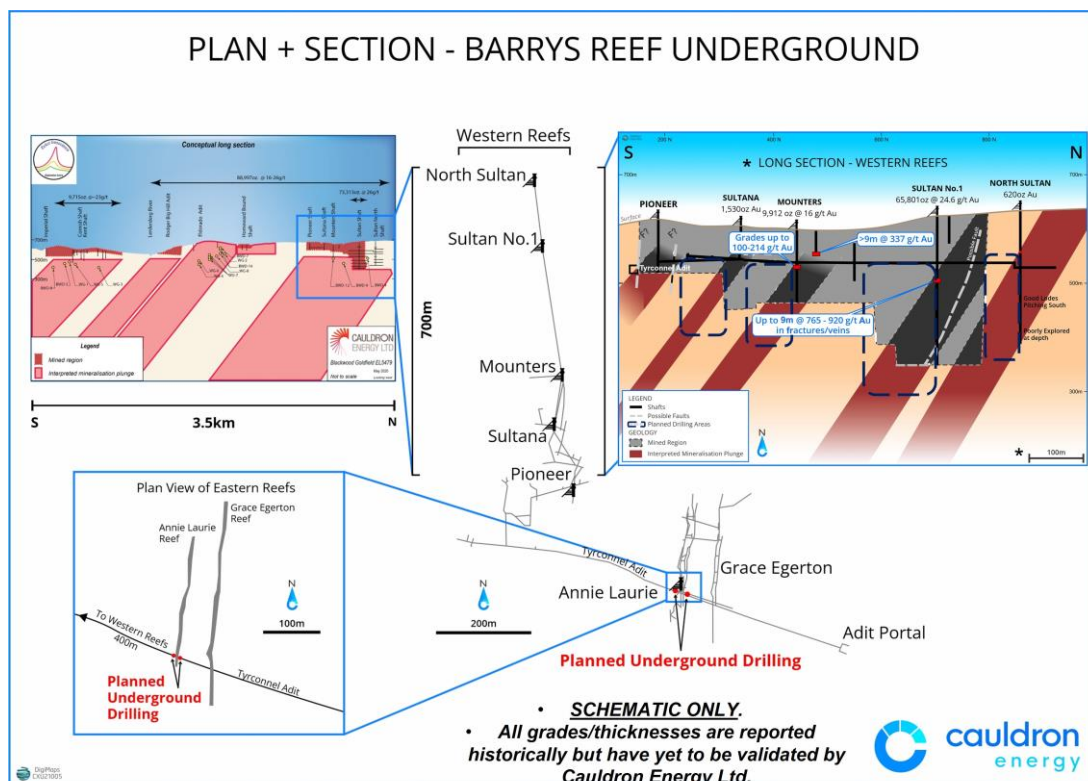


Figure 3: Barry's Reef (Blackwood) Underground Workings – Western Reef System

Yanrey Uranium Project

The Yanrey Uranium Project contains the Bennett Well Uranium Deposit in four spatially separate domains, and is regionally prospective for large sedimentary-hosted uranium deposit systems that are amenable to mining by the In Situ Recovery (ISR) technique. These deposits occur in unconsolidated sands (less than 100m depth) in Cretaceous sedimentary units of the North Carnarvon Basin.

The JORC 2012 Mineral Resource Estimate for Bennett Well at a 150 ppm eU_3O_8 cut-off is:

Inferred: 16.9 Mt @ 335 ppm eU_3O_8 for 12.5 Mlb (5,670 t) contained uranium oxide
Indicated: 21.9 Mt @ 375 ppm eU_3O_8 for 18.1 Mlb (8,230 t) contained uranium oxide

TOTAL: 38.9 Mt @ 360 ppm eU_3O_8 for 30.9 Mlb (13,900 t) contained uranium oxide

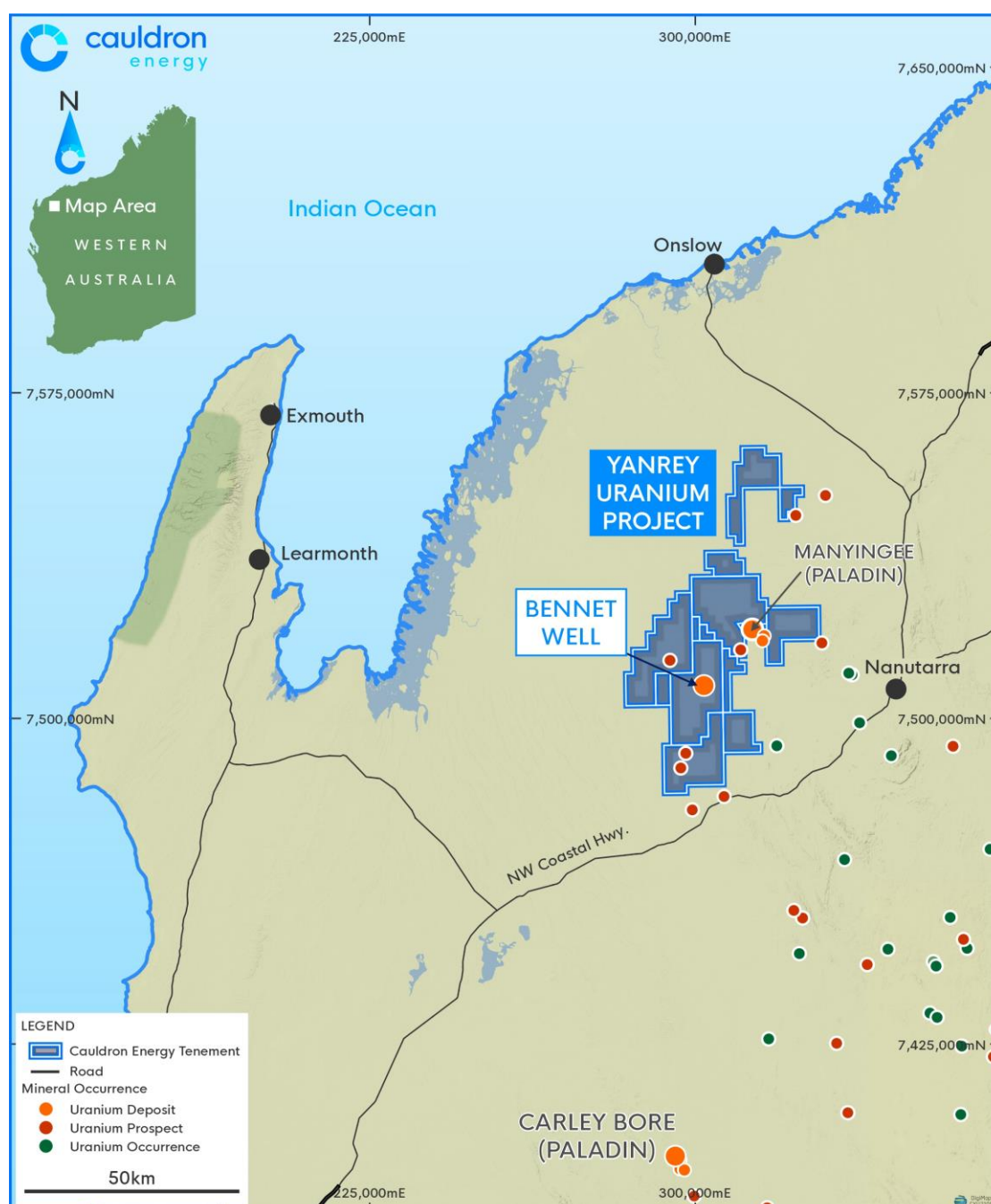


Figure 4: Yanrey Uranium Project Location (Western Australia)

Cauldron has not completed any substantive work on the mineralisation since the Mineral Resource was published in 2015. This has been entirely due to the lack of Departmental approval for programs put forward since the WA State Government election of March 2017 and the corresponding ban on uranium mining in June 2017, which has severely impacted several other companies as well.

Historical work performed by Cauldron reinforces the Yanrey region as an emerging uranium province, containing potentially significant, as-yet undiscovered, economic uranium resources.

WA Sands Project

Several expressions of interest for sand supply were received which are currently being worked through.

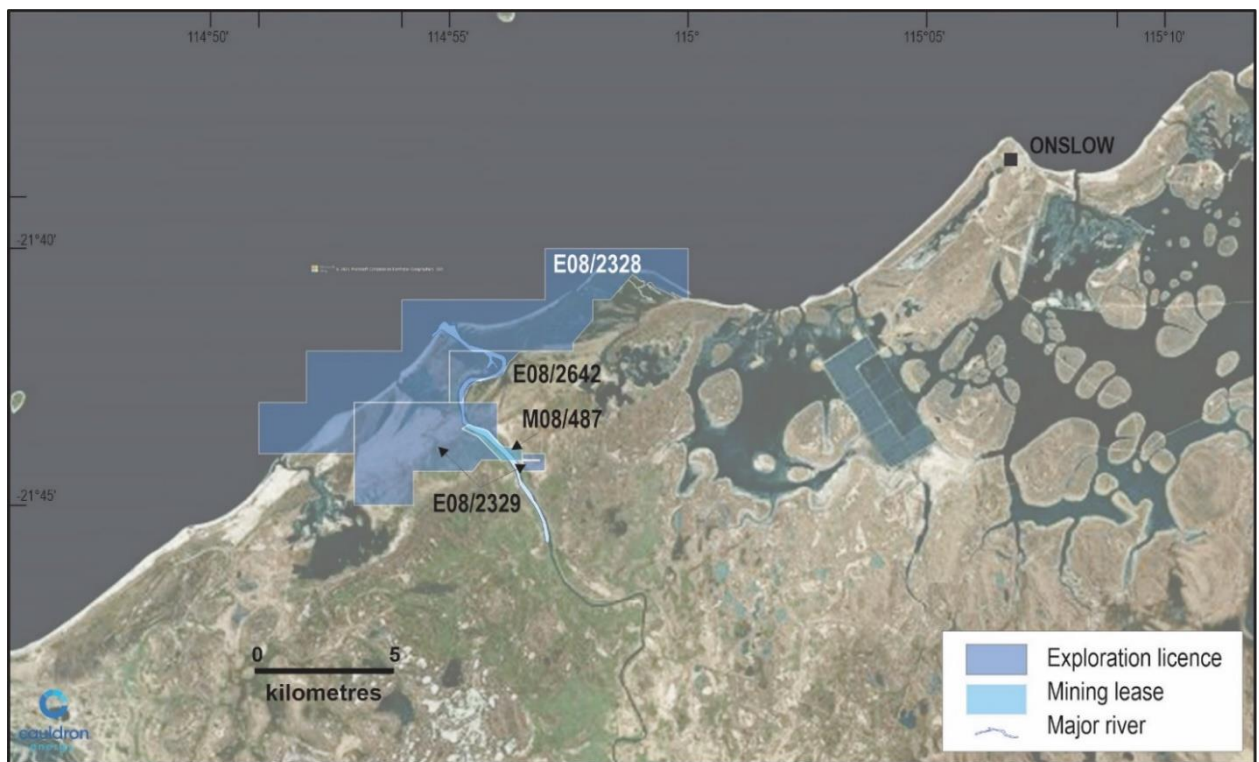


Figure 5: Ashburton River Sand Project – Mining Title (aerial photo underlay courtesy of Bing)

Project Generation

Cauldron remains vigilant to new project opportunities that complement the Company's project portfolio.

EXPLORATION COSTS (ALL PROJECTS) FOR THE QUARTER

In accordance with the requirements of ASX Listing Rule 5.3.1 the Company advises that during the quarter, the Company expended \$443k on exploration related items (including salaries). The major cost areas were Salaries: \$119k, Drilling and associated costs (equipment hire, consumables, ground control, site preparation, etc):\$227k; Consultants: \$53k; Rents (Department of Mines) and rates: \$12k; accommodation, flights, travel expenses: \$15k, mineral analysis: \$12k; and miscellaneous items: \$17k.

Corporate

During the quarter Ian Mulholland was appointed as Non-Executive Chairman.

As of 30 June 2022, the Company's cash balance was \$0.24 million. In addition, the Company holds shares in another ASX company valued at approximately \$0.375 million.

RELATED PARTY PAYMENT INFORMATION

In accordance with the requirements of ASX Listing Rule 5.3.5 the Company advises that during the quarter ended 30 June 2022 the following payments were made to directors of the Company and their associates:

Name	Position	\$	Notes
		<i>incl GST</i>	
Simon Youds	Executive Director	66,000	Director's fee / consulting fee
		66,000	

AUTHORISATION FOR RELEASE

This report has been authorised for release by the Company's Executive Director, Simon Youds.

End

For further information, visit www.cauldronenergy.com.au or contact:

Cauldron Energy Limited

Ph: (08) 6117 3860

Competent Persons Statements:

Resource Statements

The information in this report that relates to Mineral Resources for the Bennett Well Deposit is extracted from a report released to the Australian Securities Exchange (ASX) on 17 December 2015 titled "Substantial Increase in Tonnes and Grade Confirms Bennet Well as Globally Significant ISR Project" and 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 announcement released on 17 December 2015 and, in the case of estimates of Mineral Resources, that all material assumptions and technical parameters underpinning the estimates in the original ASX announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original ASX announcement.

Exploration Results

The information in this report that relates to Exploration Targets and Exploration Results is based on information compiled by Ms Asha Rao, Exploration Manager of Cauldron Energy Limited. Ms Rao is a Competent Person who is a Member of both the AusIMM and the Australasian Institute of Geoscientists (AIG). Ms Rao has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration, and to the activity being undertaken to qualify as a Competent Person, as defined in the JORC 2012 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves". Ms Rao consents to the inclusion in this report of the matters based on this information in the form and context in which they appear.

APPENDIX D

Schedule of Tenements

Mining tenements held at 30 June 2022, including tenements acquired, through grant, and disposed of during the quarter:

Tenement	Project	Tenement Holder	Acquired interest during the quarter	Disposed interest during the quarter	Interest at end of quarter
E08/1489	Yanrey	Cauldron Energy	-	-	100%
E08/1490	Yanrey		-	-	100%
E08/1493	Yanrey		-	-	100%
E08/1501	Yanrey		-	-	100%
E08/2017	Yanrey		-	-	100%
E08/2081	Yanrey		-	-	100%
E08/2205	Yanrey		-	-	100%
E08/2385	Yanrey		-	-	100%
E08/2386	Yanrey		-	-	100%
E08/2387	Yanrey		-	-	100%
E08/2774	Yanrey		-	-	100%
E08/3088	Yanrey		-	-	100%
L08/71	Onslow	Cauldron Energy	-	-	100%
E08/2329	Onslow		-	-	100%
E08/2642	Onslow		-	-	100%
E08/2328	Onslow		-	-	100%
E09/2687	Carnarvon	Cauldron Energy	-	-	100%
M09/180	Carnarvon	Onslow Resources	-	-	100%

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

CAULDRON ENERGY LIMITED

ABN

22 102 912 783

Quarter ended ("current quarter")

30 June 2022

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers		
1.2	Payments for		
	(a) exploration & evaluation		
	(b) development		
	(c) production		
	(d) staff costs		
	(e) administration and corporate costs	(109)	(690)
1.3	Dividends received (see note 3)		
1.4	Interest received	1	5
1.5	Interest and other costs of finance paid		
1.6	Income taxes paid		
1.7	Government grants and tax incentives		10
1.8	Other (provide details if material)	(12)	26
1.9	Net cash from / (used in) operating activities	(120)	(649)

2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) exploration & evaluation	(443)	(2,108)
	(e) investments		
	(f) other non-current assets	-	(48)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities		
	(b) tenements		
	(c) property, plant and equipment		
	(d) investments		811
	(e) other non-current assets		
2.3	Cash flows from loans to other entities		
2.4	Dividends received (see note 3)		
2.5	Other (provide details if material)		
2.6	Net cash from / (used in) investing activities	(443)	(1,345)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)		1,950
3.2	Proceeds from issue of convertible debt securities		
3.3	Proceeds from exercise of options		
3.4	Transaction costs related to issues of equity securities or convertible debt securities		(95)
3.5	Proceeds from borrowings		
3.6	Repayment of borrowings		
3.7	Transaction costs related to loans and borrowings		
3.8	Dividends paid		
3.9	Other (provide details if material)		
3.10	Net cash from / (used in) financing activities	-	1,855

4.	Net increase / (decrease) in cash and cash equivalents for the period	(563)	424
4.1	Cash and cash equivalents at beginning of period	799	375
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(120)	(649)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(443)	(1,345)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	1,855

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	236	236

5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1 Bank balances	236	799
5.2 Call deposits		
5.3 Bank overdrafts		
5.4 Other (provide details)		
5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)	236	799

6. Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1 Aggregate amount of payments to related parties and their associates included in item 1	-
6.2 Aggregate amount of payments to related parties and their associates included in item 2	66
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>	

Name	Position	\$	Notes
		<i>incl GST</i>	
Simon Youds	Executive Director	66,000	Director's fee / consulting fee
		66,000	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7. Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1 Loan facilities		
7.2 Credit standby arrangements		
7.3 Other (please specify)		
7.4 Total financing facilities		
7.5 Unused financing facilities available at quarter end		
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(120)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(443)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(563)
8.4 Cash and cash equivalents at quarter end (item 4.6)	236
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	236
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.42
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: Yes.	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer Yes. The Board regularly evaluates market appetite for equity investments and manages its capital and operations accordingly. The Board anticipates it will be able to continue to access funding based on its track record of raising capital, which has included in the past 12 months: March 2022 CXU raised \$0.75m before costs and Sep 2021 CXU raised \$1.2m before costs; and to this end it is in discussion with internal and external parties. The Company will update the market of material information when it comes to hand.	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: *Yes. On the basis that the Company has a track record of being able to raise equity as and when required and also noting that it holds shares in other ASX listed entities which it may sell to supplement its cash reserves. As at the date of this report, the value of its portfolio of shares in other ASX listed entities is worth ~\$375k.*

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

29 JULY 2022

Date:

MICHAEL FRY

Authorised by:
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: *Exploration for and Evaluation of Mineral Resources* and AASB 107: *Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.