



Dear Shareholder

**CAULDRON ENERGY LIMITED
PRO-RATA NON-RENOUCEABLE RIGHTS ISSUE**

As announced on 27 September 2024, Cauldron Energy Limited (ACN 102 912 783) (**Cauldron**) is undertaking a non-renounceable rights issue of one (1) fully paid ordinary share in the capital of the Company (**Share**) for every eleven (11) Shares held at an issue price of \$0.018 per Share, together with one (1) free attaching option for every four (4) Shares subscribed for and issued (**New Option**), to raise up to \$2,024,232 (**Offer**).

Each New Option (exercisable at \$0.015, expiring 30 December 2025) is of the same class presently listed on ASX.

The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 27 September 2024.

The Offer is fully underwritten by Canaccord Genuity (Australia) Limited (AFSL 234 666) (**Underwriter**). The Company must pay the Underwriter an underwriting fee of 6% of the total amount raised pursuant to the Offer and a corporate advisory fee of \$60,000 plus GST for its services in managing the Offer. The Company must also reimburse the Underwriter for costs incidental to the Offer.

The Company intends to apply the funds raised from the Offer (less expenses) to advancing the Company's Yanrey Uranium, maintaining its existing projects, evaluating new project opportunities and working capital. For further specifics of the use of funds please refer to section 3.1 of the Prospectus.

Following completion of the Offer, assuming any shortfall is subsequently placed and the full subscription is raised, the Company will have issued approximately 112,457,330 Shares and 56,228,666 New Options resulting in total Shares on issue of 1,460,599,072 and total Options on issue of 333,757,588.

Ineligible shareholders

A Shareholder who has a registered address outside Australia, New Zealand, Singapore, Hong Kong and the United Kingdom (**Ineligible Shareholder**) will not be eligible to participate in the Offer.

You are not eligible to participate in the Offer and you will not be sent a copy of the Prospectus.

This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia, New Zealand, Singapore, Hong Kong and the United Kingdom compared with the small number of Ineligible Shareholders and the number and value of Shares and New Options to which they would otherwise be entitled.

If you have any queries concerning the Offer, please contact your financial adviser or Michael Fry, Cauldron's Company Secretary, on +61 417 996 454 or via email at michael.fry@cauldronenergy.com.au.

Yours sincerely



Ian Mulholland
Non-Executive Director and Chairman