



SALE OF BLACKWOOD GOLD PROJECT

- Cauldron identified the Blackwood Gold project as a non-core asset following the delineation of its new strategy focused on Exploring the Energy Transition
- Sale of Cauldron's 51% interest in the Blackwood Project for \$300,000.
- Demonstrates new management is delivering on its strategic turnaround of Cauldron.
- Enables Cauldron to focus its energies and resources on projects that are consistent with its new strategy including:
 - The Melrose Nickel-Copper-PGE Project where it has amassed a large holding in the highly prospective West Yilgarn Craton of Western Australia;
 - The Yanrey Uranium Project, also in Western Australia, which hosts the Bennett Well Uranium Deposit, one of the largest undeveloped uranium deposits in the world; and
 - Review of additional project opportunities in prioritised commodities.
- The Company is also continuing to pursue a range of options with respect to its sand project interests that include divestment, joint venture and/or sale of bulk material.

Cauldron Energy Limited (**Cauldron** or the **Company**) (ASX: CXU) hereby advises of the sale of its 51% interest in the Blackwood Gold Project in Victoria.

The Company will receive \$300,000 in cash consideration, \$200,000 of which is due this month, with the balance of \$100,000 payable by 25 September 2024.

Pursuant to ASX Guidance Note 8, Paragraph 4.15, Cauldron advises as follows:

1. The acquirer is Currawong Resources Pty Ltd, which operates in the region.
2. Cauldron to dispose of its 51% interest in Exploration Licence EL5479 and Prospecting Licence PL007763, together comprising what Cauldron refers to as its Blackwood Project (Agreement).
3. The Agreement is subject to the following Condition Precedent: both parties obtaining all shareholder and regulatory approvals required to perform their obligations under the Agreement, and the Vendor and Blackwood entering into a termination agreement to terminate the Joint Venture Agreement. Note: Cauldron has satisfied itself that it does not require shareholder or regulatory approval.
4. The Company will receive \$300,000 in cash consideration, \$200,000 of which is due on or before the Closing date being the date mutually agreed to by the Purchaser and the Vendor to close this Agreement but in any event no later than 30 days from the date of the Agreement, with the balance of \$100,000 payable prior to the first anniversary of the Closing Date.

5. There are no securities proposed as part of, or in conjunction with the transaction.
6. The funds are to be used for exploration at the Company's Melrose Project where the Company has a number of high priority targets for near-term drilling and for general working capital
7. There are no proposed changes to the board or senior management personnel as a consequence of this transaction.
8. The transaction is expected to be concluded by no later than 25 September 2023, being the Agreement's Closing Date.

Cauldron's Chief Executive Officer, Jonathan Fisher commented as follows

"We identified that strategically the Blackwood Gold Project did not fit with our new focus; and informed the market that we would pursue a sale process. This transaction demonstrates the management is delivering on its plan for the strategic turnaround of Cauldron. This is a pleasing outcome to realise cash that we can direct towards exploration at the Company's Melrose Project where the Company has a number of high priority targets for near term drilling.

Strategically, the Blackwood Gold Project did not fit within the current strategy of the Company to focus on minerals critical to the global decarbonisation strategy. In addition, the current environment for mineral exploration and mining in Victoria was considered better suited to be managed by others with significant interests in Victoria and resources. We wish Currawong well for their future plans for the Project."

Authorisation For Release

Authorised for release by Mr Ian Mulholland, Non-Executive Chairperson of Cauldron Energy Limited

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