

29 March 2016

## CAULDRON RECOVERS JUDGMENT DEBT

### HIGHLIGHT

- Cauldron has recovered the sum of \$2,530,539.32 in satisfaction of the judgment debt owed by Beijing Joseph Investment Co. Ltd and Joseph Investment International Limited (**the Joseph Parties**)

As announced by Cauldron Energy Limited (ASX:CXU) (**Cauldron** or the **Company**) on 29 January 2016, Cauldron received judgment in its favour in respect of its claim against the Joseph Parties and Guangzhou City Guangrong Investment Management Co. Ltd (**Guangzhou City**).

The Company issued a statutory demand to Joseph Investment International Limited, a company incorporated in the British Virgin Islands, demanding payment of \$2 million plus interest, damages and costs, by 24 March 2016.

On 24 March 2016, Cauldron reached an agreement whereby payment of interest, damages and costs in the amount of \$530,539.32 was made by the Joseph Parties and the remaining \$2 million was paid by a third party, MGT Resources Limited (ASX:MGS), in exchange for the shares which were to be issued to the Joseph Parties. This is 100% of the amount owed by the Joseph Parties. Cauldron would like to take this opportunity to welcome MGT Resources Limited as Cauldron's newest investor.

The remaining \$1 million plus interest is due and payable by Guangzhou City. A holding lock is currently in place over shares owned by Guangzhou City. The Company is enforcing payment of the judgment debt in accordance with the powers under the *Civil Judgments Enforcement Act*.

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

271,053,444 shares  
24,000,000 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  
Company Secretary