

6 July 2016

CAULDRON RECOVERS JUDGMENT DEBT

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 Guangzhou City Guangrong Investment Management Co. Ltd (**Guangzhou City**). The judgment debt due and payable by Guangzhou City to the Company is \$1 million plus interest.

Guangzhou City was the registered holder of 33,898,812 shares in Cauldron (**Shares**).

On 17 May 2016, upon the Company's ex parte application, Master Sanderson made orders appointing a receiver (Mr Kim Wallman of HLB Mann Judd (Insolvency WA) (**Receiver**)) over the Shares to recover payment of the judgment debt in accordance with the powers afforded by the *Civil Judgments Enforcement Act*.

On 5 July 2016, the Receiver completed the sale of the Shares to investors who have agreed to a six-month escrow period in respect of the Shares.

The Company is pleased to announce that it has recovered \$508,475 of the judgment debt (before Receiver costs) from the sale of Shares by the Receiver.

The Company considers further recovery to be doubtful and is taking advice in respect of registering the judgment in China.

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
Company Secretary