ASX Announcement
4 March 2022

Cauldron Initiates Underground Drilling of Western Leader Reef

Highlights

- **Cauldron has commenced the much-awaited second phase of underground drilling, with holes targeting historical high-grade zones of the interpreted south-plunging Western Leader Reef.**
- **Drilling follows recent geochemical mapping of the Tyrconnel Adit, with gold found in channel samples from the Western Leader.[1]**
- **Recent systematic channel sampling confirmed geochemical pathfinder vectors within an alteration halo of increasing arsenic (As), antimony (Sb) and silver (Ag)) associations with mineralised structures.**
- **New geochemical and structural understanding now allows significantly improved criteria for drill testing of Blackwood's narrow, high-grade gold vein systems.**

Cauldron Energy Limited (**Cauldron** or the **Company**) (ASX: CXU) is pleased to announce the commencement of drilling from within the recently cleared underground platform in the Tyrconnel Adit (or the **Adit**) at its prospective Blackwood Gold Joint Venture Project (**Blackwood**, or the **Project**, **Figure 1**).

[1] Refer ASX:CXU Announcement dated 21 February 2022

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22 102 912 783

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West Leederville WA 6007

ASX Code
CXU

Securities on Issue
491,293,630 shares
16,666,666 Options (exercise price: $0.03; expiry 31 Mar 2022)
10,000,0000 Unlisted Options (exercise: $0.03; expiry 16-Sep-22)
6,000,0000 Unlisted Options (exercise: $0.05; expiry 16-Sep-23)
61,001,898 Options (exercise price: $0.05; expiry 30 Nov 2023)
9,000,000 Performance Rights (expiring 10 August 2025)

Directors & Management
Simon Youds
Executive Chairman

Jess Oram
Non-executive Director

Qiu Derong
Non-executive Director

Judy Li
Non-executive Director

Chenchong Zhou
Non-executive Director

Michael Fry
CFO & Company Secretary

Asha Rao
Exploration Manager

Cauldron's Executive Chairman, Simon Youds, said, "*Preparation work at Blackwood has been progressing well towards the initiation of drilling.*

Our new structural and geochemical models, together with the easing of travel restrictions and renewed ability to mobilise drilling crews, are now giving us the best possible chance of successfully intersecting our intended Eastern Reef targets. As with the ground preparation work, drilling from within the newly established cuddy will allow us to target multiple area historically interpreted high grade zones. The excellent base data work done over the past months position the project for an exciting few months of consistent news flow. Our underground exploration work continues unnoticed and without any impact to the surface environment. The opportunity this presents Victoria for capitalising on its golden endowment without affecting its pristine forests can't ignored."

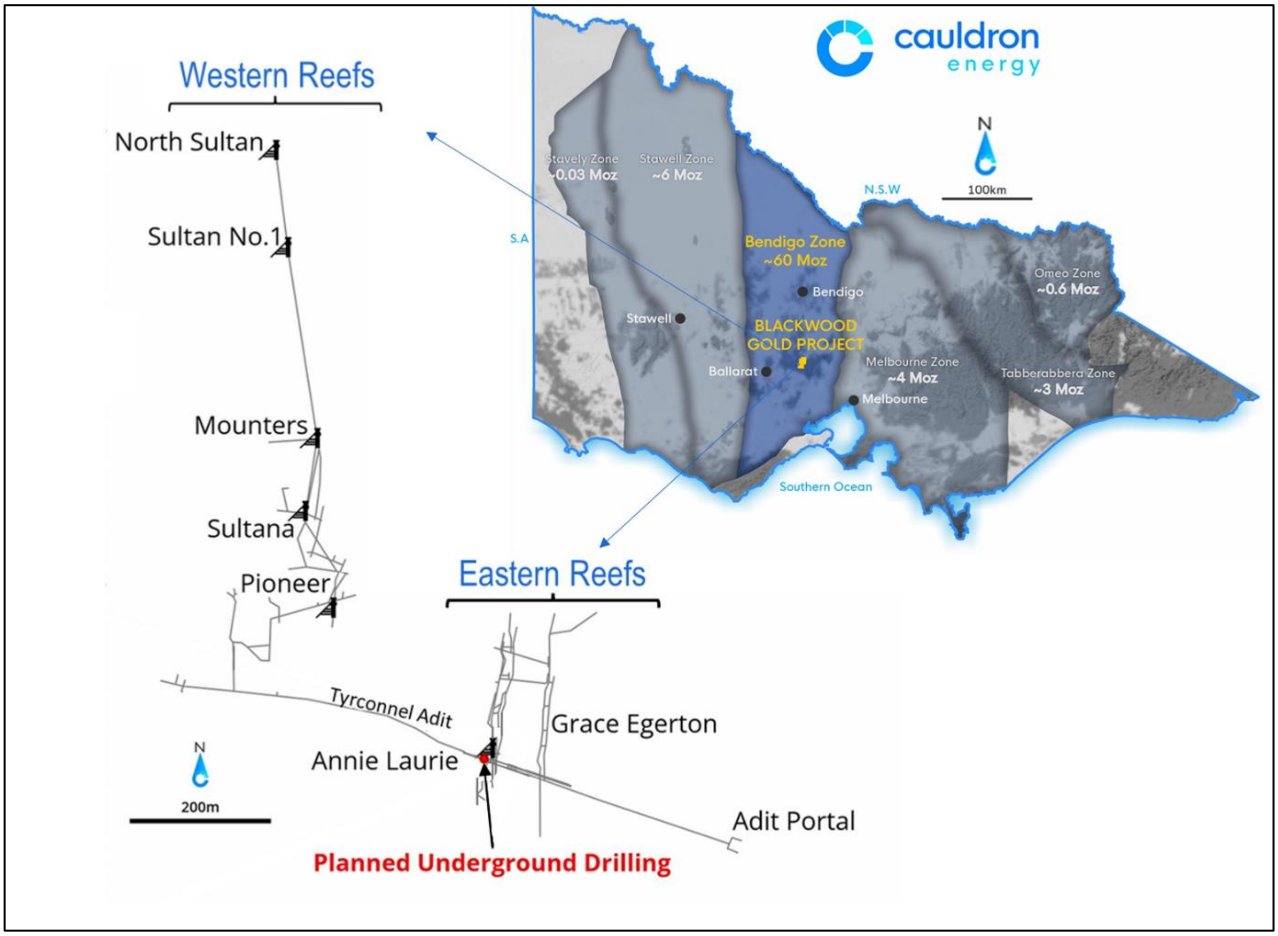

Figure 1: Blackwood Gold Project and Planned Drilling Location Map[2]

[2] Refer ASX:CXU Announcement dated 23 December 2021

The Company looks forward to updating the market with drill results as the program progresses.

END

Authorised for release by Mr Simon Youds, Executive Chairperson Cauldron Energy Limited

For further information please contact:

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Reference to previous ASX announcements

The historical exploration results referred to in this announcement were reported by the Company in accordance with listing rule 5.7 and 5.7.2 on 23 December 2021 and 21 February 2022. The Company confirms it is not aware of any new information or data that materially affects the information included in the original market announcements referred to herein and that all material assumptions and technical parameters underpinning the historical exploration results in the previous announcements continue to apply and have not materially changed.

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