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Placement to Raise up to $2.1 Million

Highlights

- Firm commitments received from sophisticated and professional investors for a Placement to raise up to $2.14 million
- Negotiation of binding agreements for the proposed US$11 million secured pre-payment with Raptor Capital International Limited (**Raptor**) remains unchanged
- Placement conducted using the entire available capacities under LR 7.1 and 7.1A at a 11.9% discount to the 15-day VWAP
- Funds to be applied towards near-mine resource development drilling at the Crawford Gold Project to fast track potential future mine stages

Summary:

Cavalier Resources Limited (**ASX:CVR**) ("**Company**") is pleased to announce that has received firm commitments for a placement to raise approximately $2.14 million (before issue costs) at $0.23 per new fully paid ordinary share ("**Placement**").

The funds raised under the Placement will principally be used for:

- Resource development and extensional drilling at the Crawford Gold Project
- Pre-mine development expenditure
- General working capital

The Company continues to negotiate binding agreements for the proposed US$11 million secured upfront pre-payment with Raptor.

For further information on the Company's current activities, please see the latest quarterly report released on 29 July 2025.

Daniel Tuffin, Executive Technical Director & CEO, commented:

"This funding allows us to accelerate near-mine resource development drilling to grow the current JORC Mineral Resource and define potential mine stages beyond the starter pit.

While very profitable, the Stage 1 starter pit is currently scheduled to be completed within 12 months of commencement, so advancing resource development and extensional drilling as soon as possible is critical in order to optimise future mining operations.

Discussions regarding the proposed US$11 million secured upfront pre-payment remain on foot and are unaffected and unrelated by this Placement."

Placement Details:

The Company will issue a total of 9,296,555 new fully paid ordinary shares (**'New Shares'**) at an issue price of $0.23 each.

All New Shares will rank equally with the existing fully paid ordinary shares.

The issue price represents a 14.8% discount to the last closing price on 2 September 2025 of $0.270, a 10.1% discount to the 5-day VWAP of $0.256 and a 11.9% discount to the 15-day VWAP of $0.261.

The New Shares will be issued under the Company's available placement capacities under ASX Listing Rule 7.1 (3,512,333 shares) and Listing Rule 7.1A (5,784,222 shares).

Sanlam Private Wealth Pty Ltd ("**Sanlam**") acted as Lead Manager to the Placement and will receive a 6% fee on the funds raised.

Sanlam will also receive 1 broker option for every 5 shares issued under the Placement, exercisable at 50 cents per option with a 2 year expiry date. The broker options are subject to the receipt of shareholder approval, which will be sought at the Company's AGM.

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Cautionary Statements:

The production target and forecast financial information referred to in this announcement comprise Indicated Mineral Resources (99.8%) and Inferred Mineral Resources (0.2%) within the planned Stage 1 oxidised pit at the Crawford Gold Project. There is a low-level of geological confidence associated with Inferred mineral resources and there is no certainty that further exploration work will result in the determination of Indicated mineral resources or that the production target itself will be realised.

The secured up-front pre-payment referred to in this announcement is indicative in nature, it is non-binding and contains the general terms of a proposed transaction. Any future commitment will be subject to and is contingent upon all internal approvals of Raptor as well as the completion of due diligence (including but not limited to legal and technical due diligence) and legally binding documentation. There is no certainty that the secured up-front will be approved by the Company or by Raptor's investment committee. There is no certainty that the transaction will be concluded based on what is presented in the term sheet.

About the Crawford Gold Project:

Revised Pre-Feasibility Study, April 2025

The Company recently undertook a revised Pre-Feasibility Study (**PFS**), incorporating higher gold prices and updating the mining and heap leach capital cost estimates. The physical pit design of Stage 1 and the subsequent Ore Reserve estimate remained unchanged for the purposes of the update.

The key outputs of the revised PFS are set out in Table 1 below and include a range of comparisons based on various gold prices.

Table 1: Gold Price Comparison Table, Stage 1 Update; PFS Gold Price of A$4,600/oz Highlighted

Gold Price ($A/oz)	4,000	4,200	4,400	4,600	4,800	5,000	5,200	5,400
NPV_8 ($A)	$39.1M	$43.3M	$47.5M	**$51.7M**	$55.9M	$60.1M	$64.3M	$68.5M
IRR (%)	403%	459%	518%	**580%**	644%	711%	781%	854%
Payback (Mths)	9.5	9.3	9.1	**8.9**	8.7	8.5	8.3	8.2
Undiscounted Cashflow ($A)	$43.4M	$47.9M	$52.4M	**$56.9M**	$61.4M	$65.8M	$70.3M	$74.8M
Pre-Capex Undiscounted Cashflow ($A)	$53.2M	$57.7M	$62.2M	**$66.7M**	$71.2M	$75.7M	$80.2M	$84.7M

Note: Values in the table account for all existing royalties (state and NSR's) at their relative gold price, but exclude tax, depreciation and amortisation. Some errors may occur due to rounding.

The key updates to the revised PFS were:

- Optimisation parameters and pit design remain unchanged
- Gold price of A$4,600 per ounce applied to financials
- Total capital costs of A$9.8M, consisting of:
  - A$1.2M site clearing and establishment,
  - A$5.8M for processing infrastructure,
  - A$2.0M for pre-strip mining, and
  - A$0.8M site closure
- Life of mine (LOM) mining costs of A$11.08/bcm mined
- General and administration costs of A$4.84/t ore
- Processing costs of A$11.13/t ore and recovery of 80%
- Additional Net Smelter Royalty of 1.75%

The revised PFS generated the following key outputs:

- Total Stage 1 project life of 18 months
- Capital payback period 9 months
- Gross revenue A$103.6M (includes royalties, A$107.9M excluding royalties)
- Gold production of 23,467 recovered ounces
- Lowest quartile C_1 AISC of A$1,574/oz; C_3 AISC of A$1,793/oz
- Pre-production CAPEX of A$9.0M (excludes A$0.8M site closure costs)
- Total undiscounted pre-CAPEX cash flow of A$66.7M
- NPV_8 of A$51.7M
- IRR of 580%

For further information on the Revised PFS, including the sensitivity analysis on the gold price, please refer to the ASX announcement on 1 April 2025.

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Crawford Ore Reserve

The Ore Reserve relates specifically to the conversion of Indicated Resources to Probable Ore Reserves only within the Crawford Stage 1 pit design and includes consideration of the modifying factors.

Table 2: Crawford Ore Reserve

Reserve Classification	Ore Tonnes	Gold (g/t)	Gold Produced (Oz)
Probable	1,002kt	0.91	29,300
Total	**1,002kt**	**0.91**	**29,300**

Some errors may occur due to rounding. Mineral Resources are reported inclusive of Ore Reserves. Ore Reserves are based on a gold price of $2,900/oz. A cut-off grade of 0.3g/t was calculated based on the base case cost and processing recovery inputs and was used to generate the production schedule and calculate the Ore Reserve. Note that Ore Reserves are susceptible to geological, economic, geotechnical, permitting, metallurgical, mining, processing and other factors.

For more information on the Ore Reserve, please refer to the ASX announcement on 14 March 2024.

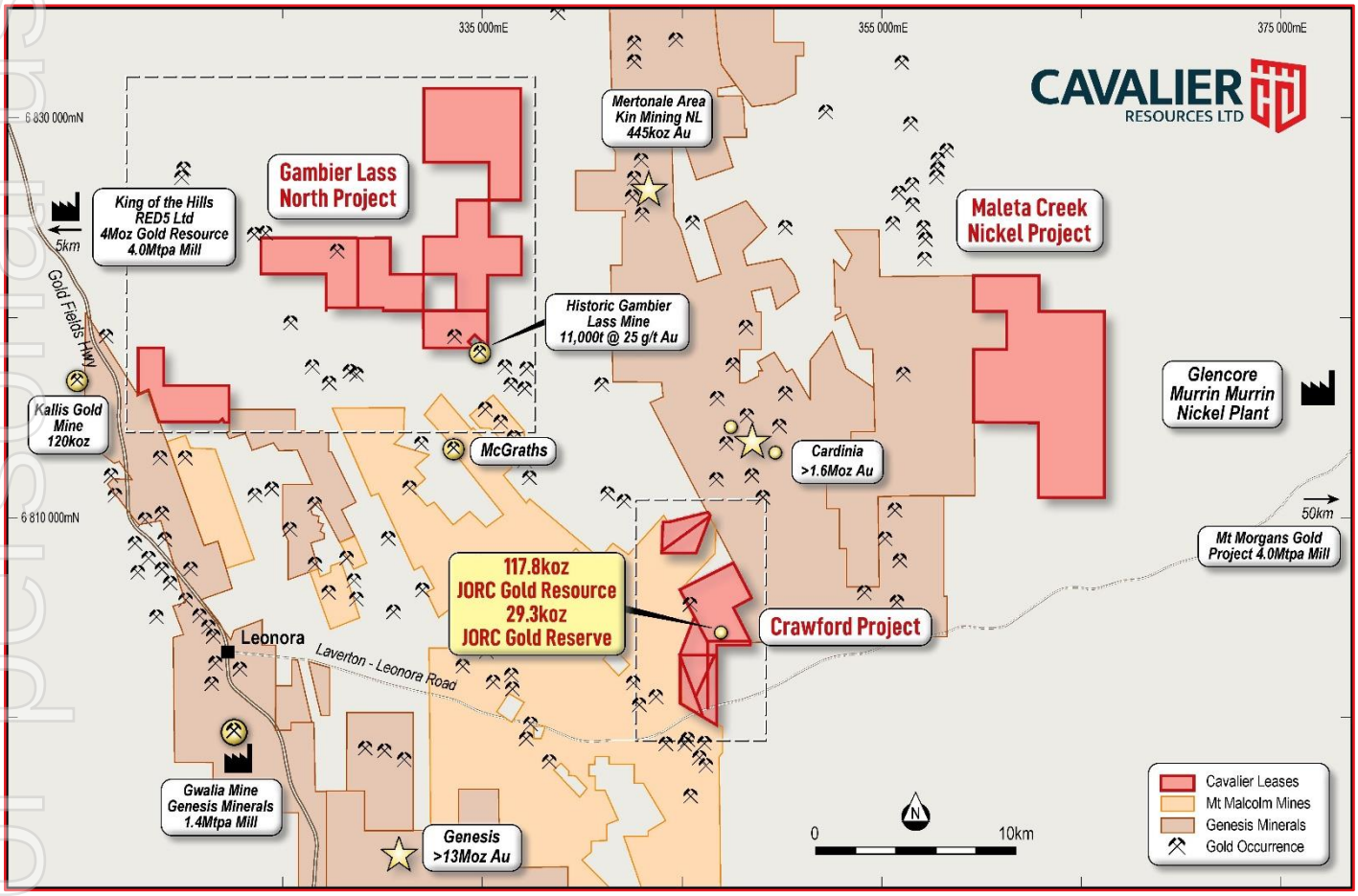

Figure 1: Cavalier's Leonora Projects

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Competent Persons Statements:

The information relating to geology and exploration results is based on information compiled, reviewed and assessed by Mr. Paddy Reidy, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr. Reidy is a consultant to the Company and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined by the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code).

The scientific or technical information in this report that relates to metallurgical testwork and mineral processing for oxide mineralisation is based on information compiled or approved by Randall Pyper. Randall Pyper was an employee of Kappes, Cassiday & Associates Australia Pty Ltd during the period of testwork, and is considered to be independent of Cavalier Resources. Randall Pyper is a Fellow of the Australasian Institute of Mining and Metallurgy and has sufficient experience which is relevant to the commodity, style of mineralisation under consideration and activity which he is undertaking to qualify as a Qualified Person under National Instrument 43-101.

The information in this report that relates to Ore Reserves is based on information compiled by Anthony Keers, a Competent Person who is a Member and Chartered Professional (CP Mining) of The Australasian Institute of Mining and Metallurgy. Anthony Keers is Managing Director of Auralia Mining Consulting and Non-Executive Director of Cavalier Resources Ltd. Anthony Keers has sufficient experience that is relevant to the type of deposit and proposed mining method under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code).

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement.

The Company further confirms that all the material assumptions underpinning the production target, or the forecast financial information derived from the production target, in the initial public report continue to apply and have not materially changed.

Forward-Looking Statements:

This announcement contains forward-looking statements which are identified by words such as 'anticipates', 'forecasts', 'may', 'will', 'could', 'believes', 'estimates', 'targets', 'expects', 'plan' or 'intends' and other similar words that involve risks and uncertainties. Indications of, and guidelines or outlook on, future earnings, distributions or financial position or performance and targets, estimates and assumptions in respect of production, prices, operating costs, results, capital expenditures, reserves and resources are also forward-looking statements. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions and estimates regarding future events and actions that, while considered reasonable as at the date of this announcement and are expected to take place, are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the directors and management. We cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and readers are cautioned not to place undue reliance on these forward-looking statements. These forward-looking statements are subject to various risk factors that could cause actual events or results to differ materially from the events or results estimated, expressed or anticipated in these statements.

The upfront pre-payment referred to in this announcement is indicative in nature, it is currently non-binding and contains the general terms of a proposed transaction. Any future commitment will be subject to and is contingent upon all internal approvals of Raptor as well as the completion of due diligence (including but not limited to legal and technical due diligence) and legally binding documentation. There is no certainty that the upfront pre-payment will be approved by the Company or by Raptor's investment committee. There is no certainty that the transaction will be concluded based on what is presented in the term sheet.

This announcement has been approved and authorised by the Board of Cavalier Resources Limited.

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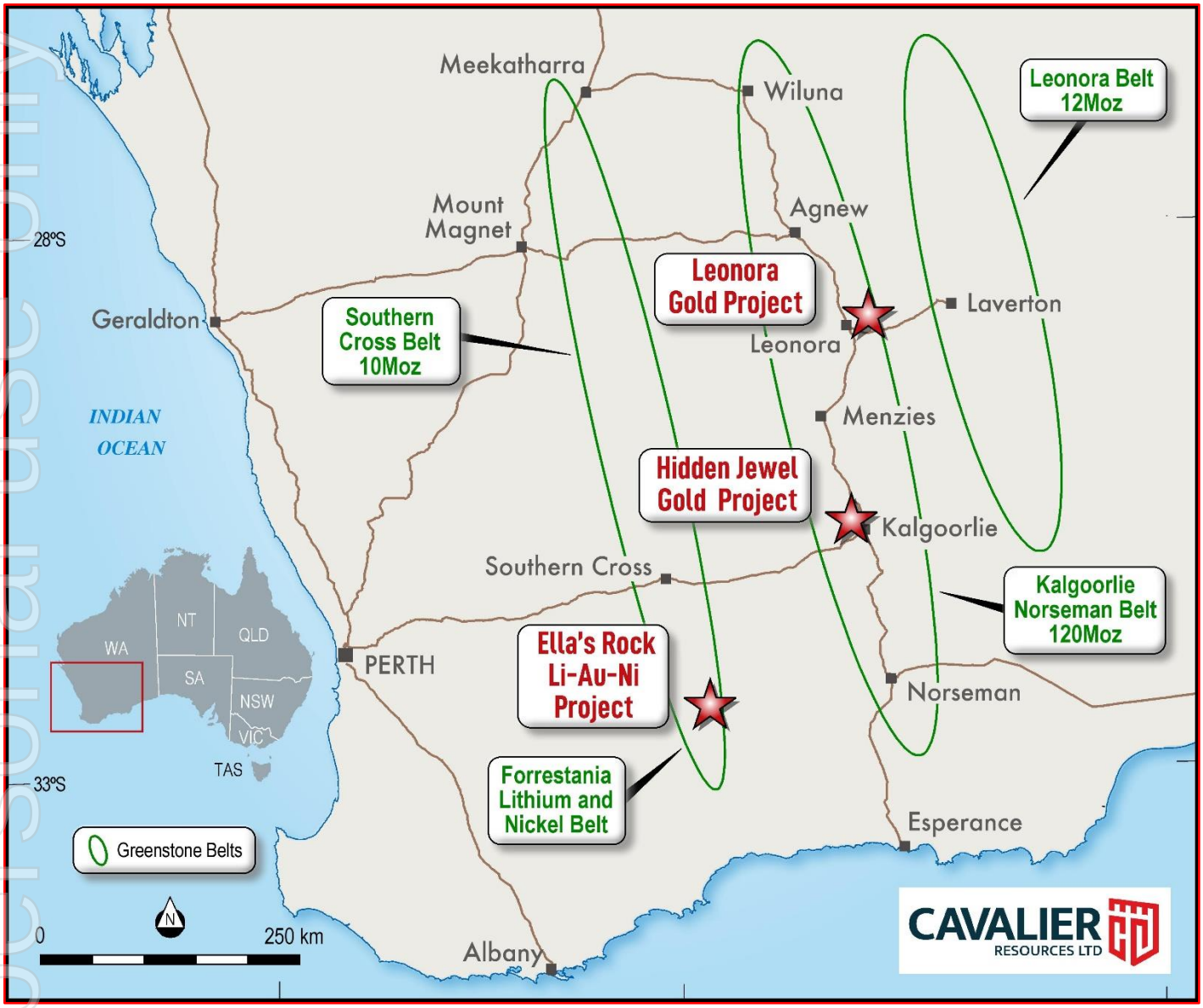
About Cavalier Resources

The Company has interests in Tenements in Western Australia, collectively known as the Leonora Gold Project, Hidden Jewel Gold Project, and Ella's Rock Li-Ni-Au Project, prospective for lithium, gold and nickel mineralisation.



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