

31 OCTOBER 2024

Quarterly Activities Report For the quarter ended 30 September 2024

Highlights

Corporate

- ▣ Non-renounceable rights issue completed with the full amount of \$1.735 million raised
- ▣ Significant support from existing shareholders (over 73% of the issue amount) and from new sophisticated, institutional and professional investors
- ▣ Company is now well placed to continue finalising mine approvals, along with sourcing mining contractors and processing plant suppliers for the Crawford Gold Project

Crawford Gold Project

- ▣ Mining approval processes, managed by Talis Consultants, continued throughout the quarter following the completion of a Pre-Feasibility Study (PFS) for the low-cost Stage 1 oxide Crawford open pit
- ▣ Completion of the required mining approval reports continued with submission to the Western Australian Department of Energy, Mines, Industry Regulation and Safety (DMIRS) planned for Q4, 2024.
- ▣ Significant potential for increased revenues and growth due to the resource remaining open and current record gold prices was reported, with an IRR of 279% and a NPV₈ of A\$31.6M at a gold price of A\$3,700/oz.

Ella's Rock Li-Au-Ni Project

- ▣ Initial first pass XRF assaying now complete on the full 2,398m of recent Ella's Rock maiden aircore (AC) drilling on E74/662
- ▣ XRF results returned high titanium values of 14m at 3.75% Ti from 23m, including a 1m peak of 4.37% Ti from 24m in ERAC035
- ▣ A confirmatory laboratory assay of hole ERAC035 returned 15m at 3.15% Ti from 23m, including 8m at 3.43% from 23m, and a peak of 1m at 3.68% Ti from 25m
- ▣ Lithochemical classification and alteration analysis on the pXRF data has commenced in order to identify further holes for laboratory analysis of pathfinder elements including lithium and titanium

Daniel Tuffin, Executive Technical Director and CEO, commented:

“The September quarter saw several key advances for the Company, primarily underpinned by a successful and well backed rights issue.




This funding positions us to advance critical work on the Crawford Gold Project, including finalising mine approvals and securing essential mining contractors and processing plant suppliers.

The returns on the Crawford project, both those defined for Stage 1 and the future potential of the exploiting the greater resource, only continue to increase in line with gold price rises.”

Summary:

Cavalier Resources Limited (ASX:CVR) (‘Cavalier’ or ‘the Company’) is pleased to report on its activities for the three months ended 30 September 2024.

The Company’s principal activities during the quarter comprised the following:

-  Undertaking a successful capital raising to raise a total of \$1.735 million
-  Advancing the permitting and mining approvals for the Crawford Gold Project
-  Completion of the maiden drill program at the Ella’s Rock Li-Au-Ni Project

Corporate:

In September the Company commenced a non-renounceable rights issue to raise \$1.735 million (before issue costs).

The capital raising comprised an offer of one (1) new fully paid ordinary share (New Share) for every three (3) shares held by eligible shareholders at an issue price of 12 cents per New Share.

The rights issue was strongly supported by the Company’s existing shareholders with a total of \$1.278 million raised through acceptances, comprising 73.7% of the total amount sought under the rights issue.

Daltons Equities (lead manager to the issue) then completed the rights issue with a placement of the \$0.456 million shortfall to sophisticated, professional and institutional investors.

The funds raised will principally be used to conduct near-mine development and exploration drilling at the Crawford Gold Project, as well as additional drilling at the Ella’s Rock Li-Au-Ni Project, and for general working capital purposes.

Specifically, with the Crawford Gold Project, the funds raised will be deployed primarily to enable the Company to finalise progress of regulatory approvals and native title discussion to enable production at the Stage 1 open pit at the Crawford Gold Project and continue to advance financing and source mining contractors and process plant suppliers.

Crawford Gold Project:

Mining approval processes, managed by Talis Consultants, continued throughout the quarter following the completion of a Pre-Feasibility Study (PFS) for the low-cost Stage 1 oxide Crawford open pit.

Completion of the required mining approval reports continued with submission to the Western Australian Department of Energy, Mines, Industry Regulation and Safety (DMIRS) planned for Q4, 2024.

Significant potential for increased revenues and growth due to the resource remaining open and current record gold prices was reported, with an IRR of 279% and a NPV₈ of A\$31.6M at a gold price of A\$3,700/oz.

For further information on the PFS and the sensitivity analysis on the gold price, please refer to the ASX announcements on 14 March 2024, 5 September 2024 and 23 October 2024.

Cautionary Statement:

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.

About the Crawford Gold Project:

The Company is focussed on two gold projects in the Leonora area, Crawford and Gambier Lass North, which consist of 10 exploration licences, a prospecting licence, a miscellaneous licence and a mining lease. The Crawford Gold Deposit is located on the mining lease just 20km east of the Leonora township.

Cavalier aims to establish the Crawford Gold Project as a new gold mining hub and to become a self-funded explorer to further develop its mature gold assets near Leonora and the burgeoning Ella's Rock greenfield Li-Au-Ni project located on the world class Forrestania lithium belt.

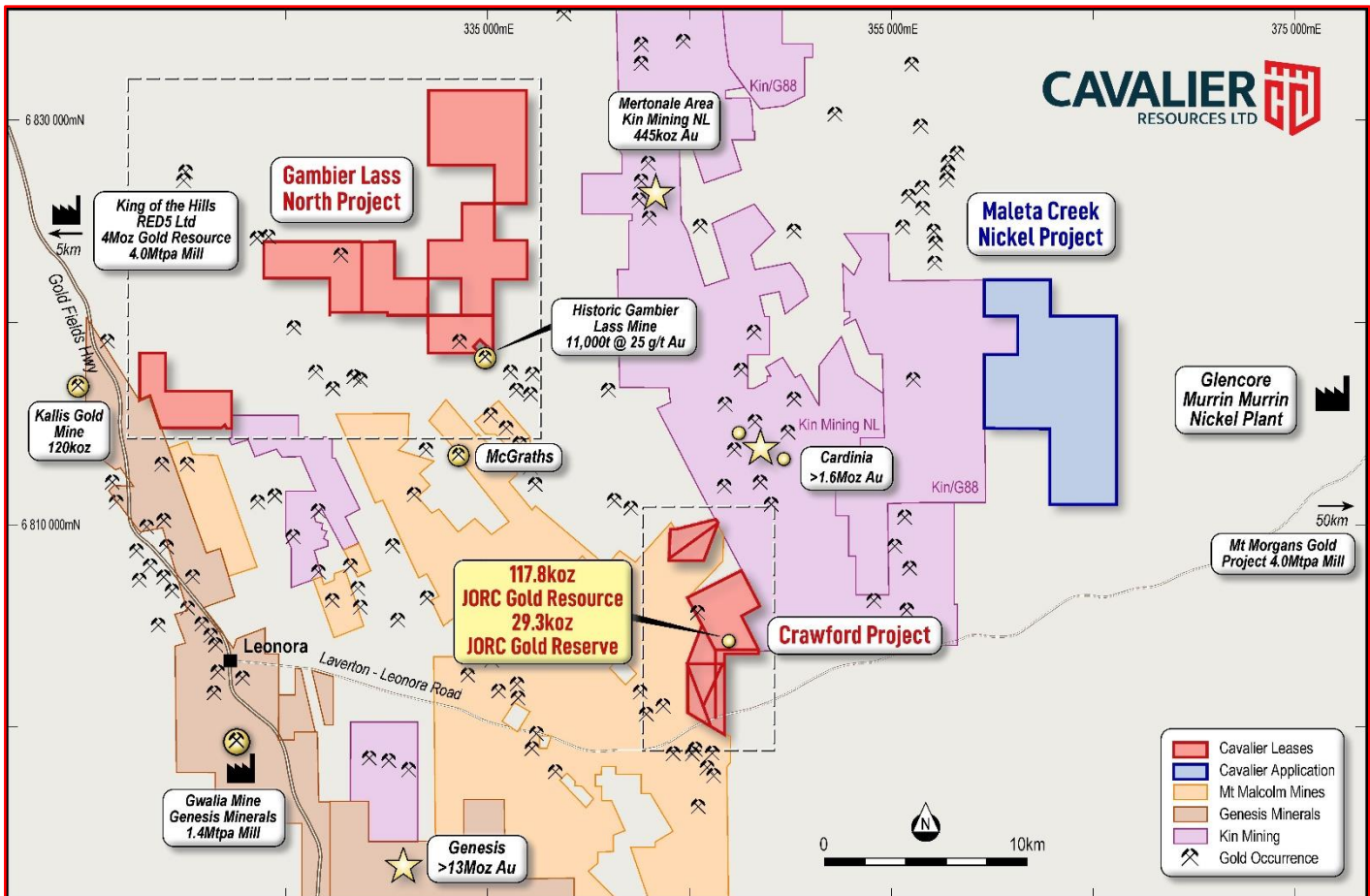


Figure 1: Cavalier's Leonora Projects

Crawford Maiden Ore Reserve:

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

Table 1: Crawford Maiden 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.

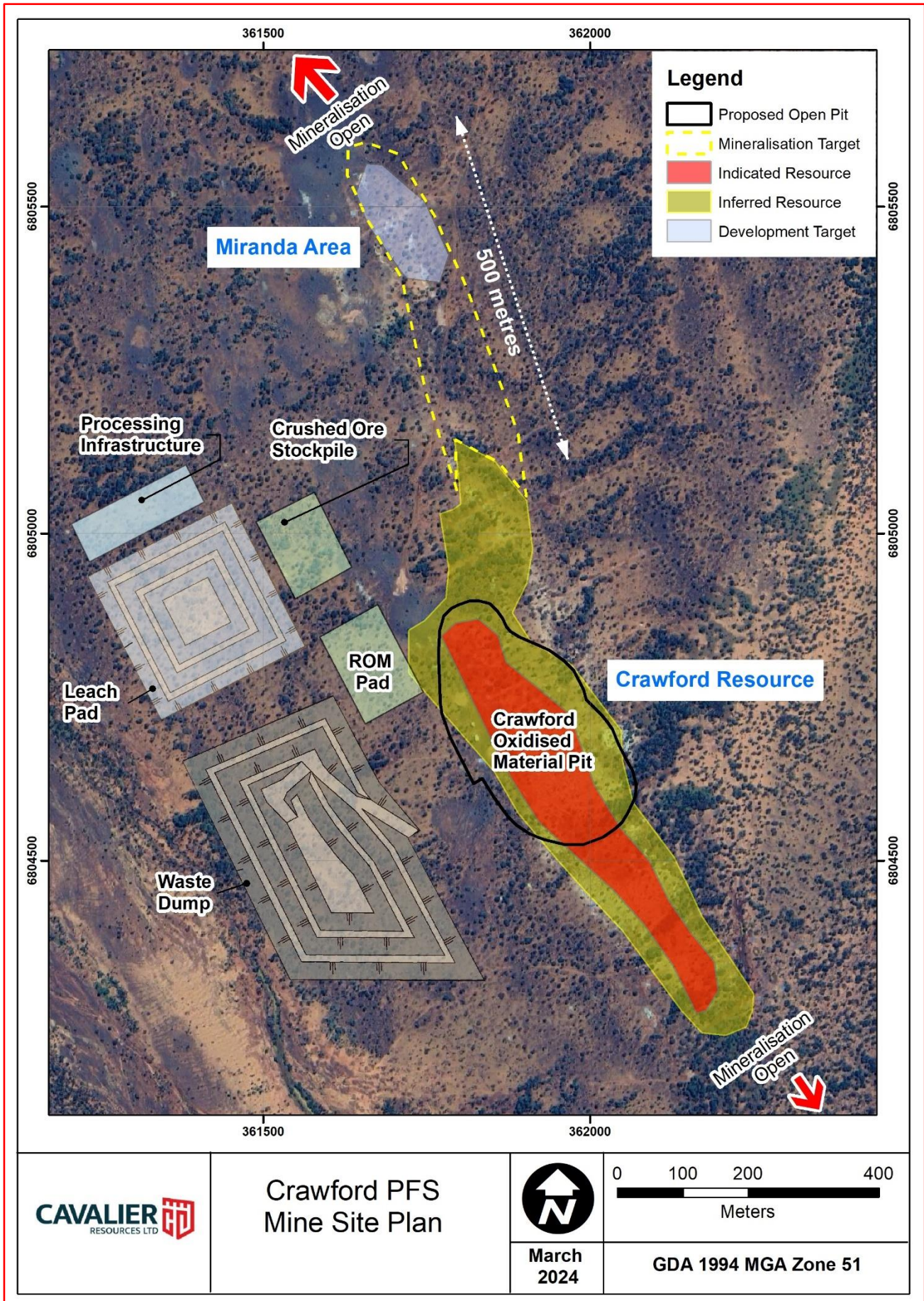


Figure 2: Plan - Crawford Gold Stage 1 Oxidised Material Open Pit Project Plan

Ella's Rock Li-Au-Ni Project:

During the quarter the Company announced the results of 2,398 metres of drilling for 57 aircore holes at the Ella's Rock Li-Au-Ni Project (see ASX release on 11 September 2024).

The programme was designed to test the two southern anomalous geochemical targets located within the main Ella's Rock lease (E74/662) - Fitzgerald and Baché. These targets were discovered and then delineated via a comprehensive soils programme carried out over the entirety of the lease (see Figure 4). The results indicated the potential for all three anomalies to be Lithium-Caesium-Tantalum (LCT) targets (see ASX release on 28 June 2023).

The geochemical targets were further defined by Deep Ground Penetrating Radar (DGPR), with multiple linear features detected and interpreted to be potential pegmatitic Dykes (see ASX release on 28 September 2023).

Maiden Aircore Drill Programme

The maiden aircore programme was executed as a series of northwest-southeast drill fences, drilling angled holes at 60 degrees to an Azimuth of 315 degrees. The maximum depth drilled was 88 metres, with the average depth over all holes was 43 metres (see Figure 4 for collar locations).

Following the completion of the aircore programme, the Cavalier geological team initiated a full hole-by-hole portable X-Ray Fluorescence (pXRF) study on specially sieved, pulverised and prepared sample cups, each representing a composite over 1 metre.


Results from the pXRF were used to produce representative geochemical signatures of the drilled geology, and to aid identification of intercepts for further laboratory assay analysis.

A review of the pXRF data identified a very unusual titanium anomaly in drill hole ERAC035:

 14m at 3.75% Ti from 23m, including a 1m peak of 4.37% Ti from 24m (pXRF data)

The geological and potential commercial significance of these titanium discoveries are not well understood at present. However, the Company is currently undertaking further analysis to identify the geological significance of this titanium zone in relation to its correlation to LCT's in both the historical and recent soils programmes over the greater project area.

Follow-up ME-ICP analysis has also been completed for drill hole ERAC035 only. The assay results have confirmed the titanium chemistry with the following intercept results:

 15m at 3.15% Ti from 23m, including 8m at 3.43% from 23m, and a peak of 1m at 3.68% Ti from 25m (ME-ICP assay)

pXRF and Laboratory Analysis Results

All 1m samples from the drill programme were shipped to Perth, then prepared as pressed pellets and tested by a NITON XL5 portable XRF instrument. The pressed pulp samples were analysed in a controlled environment in order to test the regional soil geochemistry.

Analysis of drillhole 24ERAC035 returned high titanium values including 15m at 3.60% Ti from 23m, including a 1m peak of 4.37% Ti from 24m.

Samples from 24ERAC035 were submitted to a Perth analytical laboratory for analysis by sodium peroxide fusion and ICP-OES (inductively coupled plasma optical emission spectroscopy) and ICP-MS (inductively coupled plasma mass spectrometry) finish.

Confirmatory analysis returned 15m at 3.15% Ti from 23m, including 8m at 3.43% from 23m, and a peak of 1m at 3.68% Ti from 25m.

Further litho-geochemical classification and alteration analysis is currently being carried out by Sugden Geoscience to identify further samples for laboratory analysis for LCT/Titanium analysis.

Soils Program, Ella's Rock North (E77/2998)

The Company undertook a wide spaced, 200 x 300m shallow soils programme at the Ella's Rock North project area. The programme consisted of 406 samples and targeted an area delineated and based on interpretation of historical soils results from Ella's Rock (see ASX release on 31 October 2022).

Samples from were submitted to a Perth analytical laboratory for analysis; initial interrogation of the geochemical dataset has revealed four anomalous areas, indicating the presence titanium-bearing mineralisation. Further detailed review of the results is ongoing.

About Ella's Rock:

The Ella's Rock Project consists of six granted exploration licences (two in application). 50km north lies Wesfarmers' Mt Holland high-grade lithium hydroxide project, with Allkem's coarse grained lithium-bearing pegmatite Mt Cattlin Lithium Project lying 90km south in Ravensthorpe.

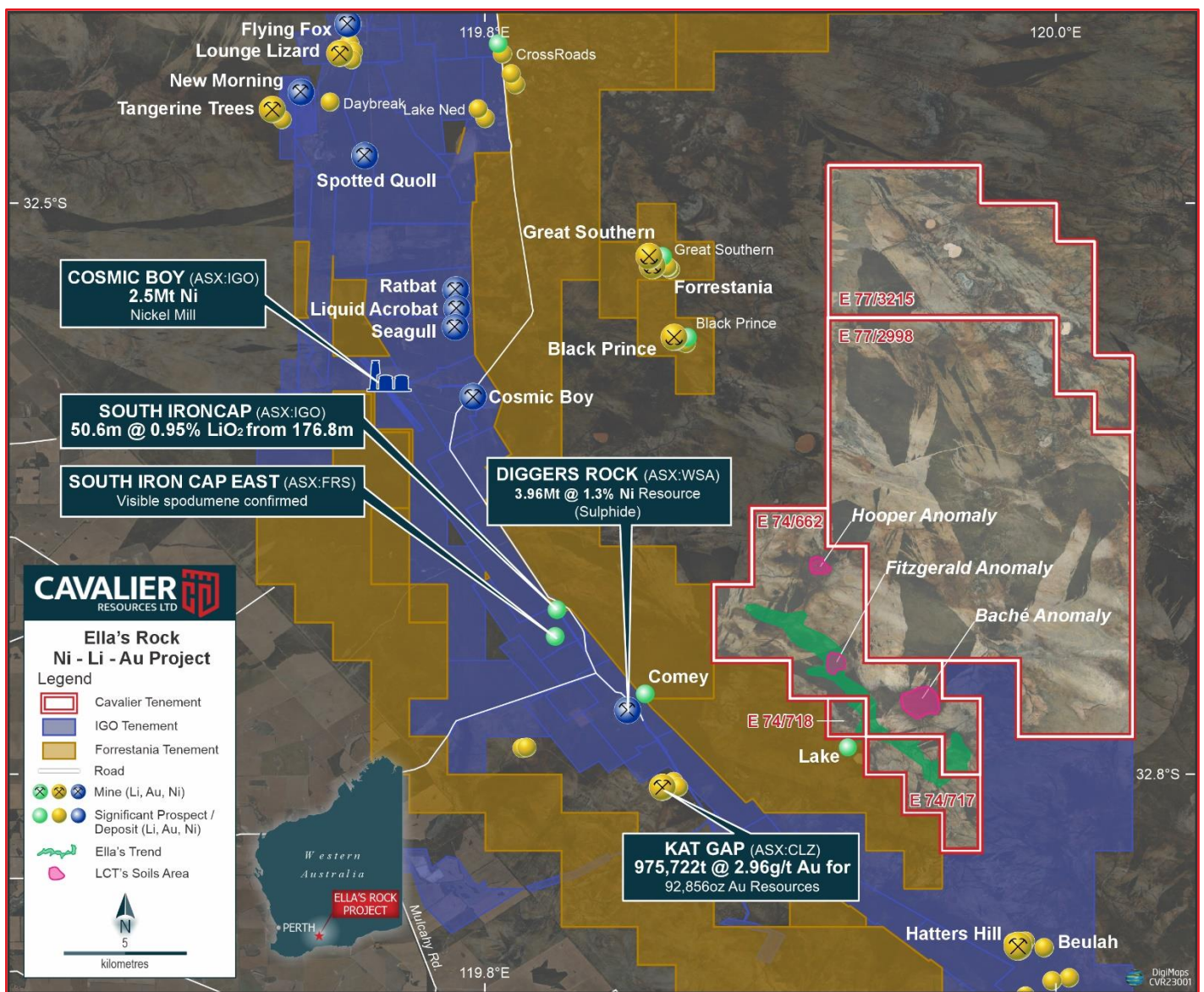


Figure 3: Ella's Rock Li-Au-Ni Project

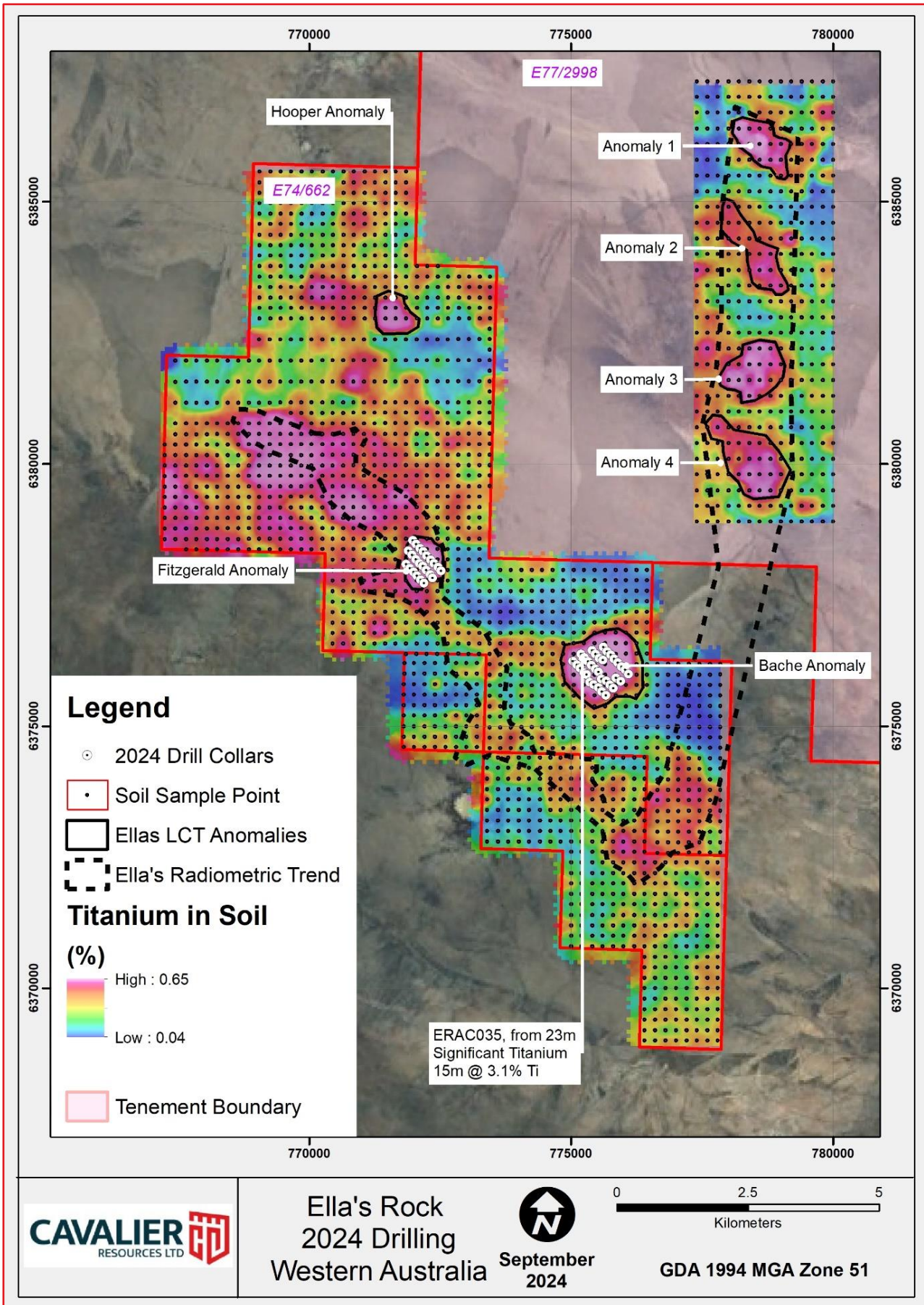


Figure 4: Ella's Rock AC Drilling on the Fitzgerald and Baché Anomalies, with the Results from the Northern Recent Soils Campaign Displayed

Listing Rule Disclosures:

Exploration Expenditure

In accordance with ASX Listing Rule 5.3.1, the Company spent \$169,000 on exploration work during the quarter, which comprised of the mining application processes.

Mining Production and Development Expenditure

In accordance with ASX Listing Rule 5.3.2, there were no substantive mining production and development activities during the quarter.

Tenement Information

In accordance with ASX Listing Rule 5.3.3, the Company advises the following:

- (1) There were no mining tenements acquired or disposed of during the quarter;
- (2) The mining tenements held by the Company as of 30 September 2024 are set out in the table below;
- (3) There were no farm-in or farm-out agreements entered into during the quarter; and
- (4) The Company held no beneficial percentage interests in farm-in or farm-out agreements as at the end of the quarter.

Project	Tenement	Status	Registered Holder / Applicant	Percentage Ownership
Leonora Gold Project • Gambier Lass North	E37/893	Granted	Cavalier Resources Limited	100%
	E37/1421	Granted	Cavalier Resources Limited	100%
	E37/1422	Granted	Cavalier Resources Limited	100%
	E37/1423	Granted	Cavalier Resources Limited	100%
	E37/1424	Granted	Cavalier Resources Limited	100%
Leonora Gold Project • Crawford	M37/1202	Granted	Cavalier Resources Limited	100%
	P37/8901	Granted	Cavalier Resources Limited	100%
	P37/9447	Granted	Cavalier Resources Limited	100%
	P37/9448	Granted	Cavalier Resources Limited	100%
	P37/9449	Granted	Cavalier Resources Limited	100%
	P37/9475	Granted	Cavalier Resources Limited	100%
	P37/9476	Granted	Cavalier Resources Limited	100%
L37/251	Application	Cavalier Resources Limited	100%	
Hidden Jewel Gold Project	E24/232	Granted	Cavalier Resources Limited	100%
	P24/5568	Granted	Cavalier Resources Limited	100%
Ella's Rock Li-Ni-Au Project	E74/662	Granted	Cavalier Resources Limited	100%
	E74/717	Granted	Cavalier Resources Limited	100%
	E74/718	Granted	Cavalier Resources Limited	100%
	E77/2998	Granted	Cavalier Resources Limited	100%
	E63/2460	Application	Cavalier Resources Limited	100%
	E77/3215	Application	Cavalier Resources Limited	100%
Maleta Creek Nickel-Gold Project	E39/2378	Application	Cavalier Resources Limited	100%

Payments to Related Parties

In accordance with ASX Listing Rule 5.3.5, the Company advises that the payments to related parties of the Company and their associates, as advised in the Appendix 5B, for the quarter ended 30 September 2024 was \$144,000, of which \$61,000 was related to exploration consulting services and \$83,000 to Directors' fees, accountant and company secretarial related services.

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 is an employee of Kappes, Cassiday & Associates Australia Pty Ltd 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.

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

For further information:

Investor Relations

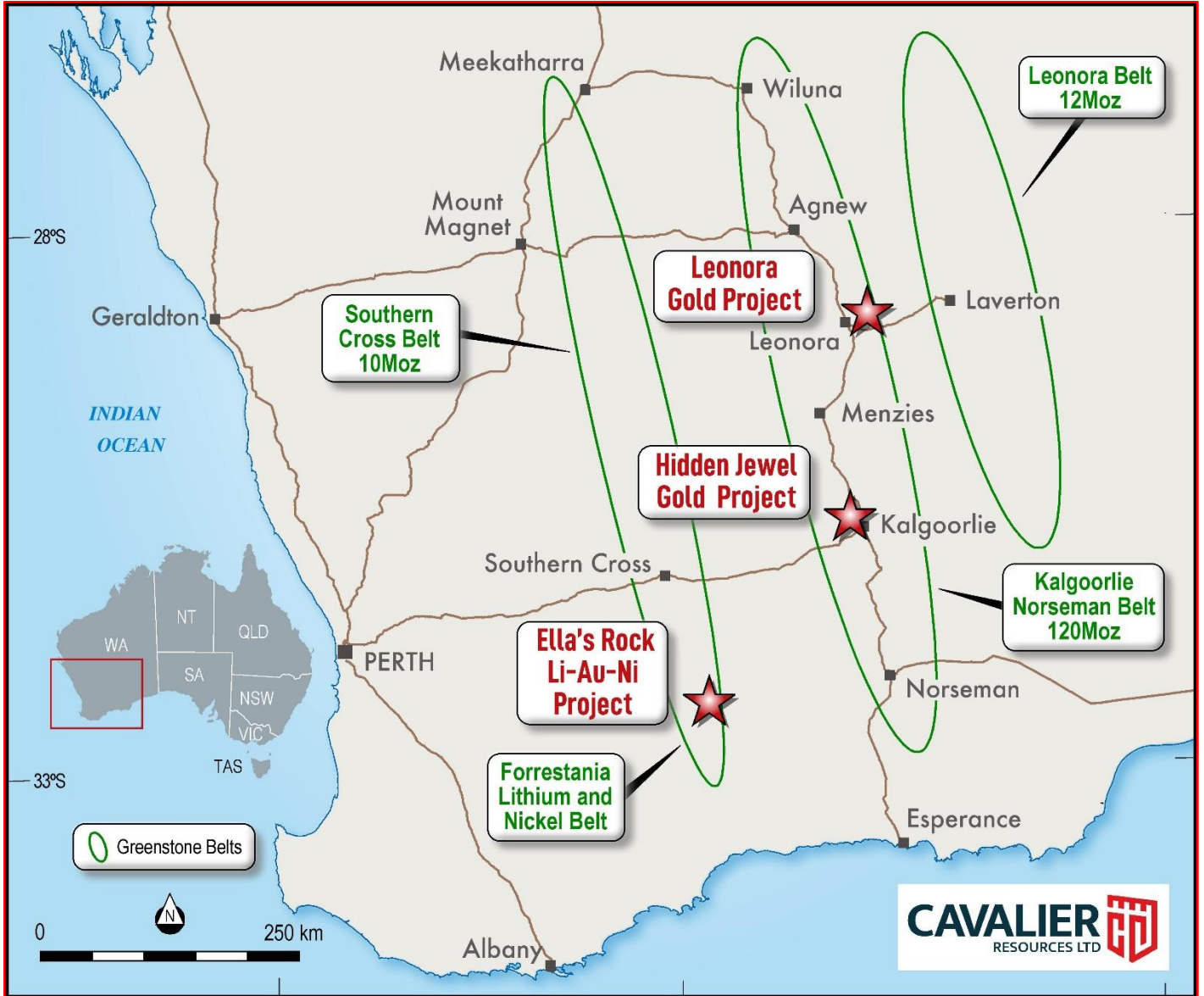
Daniel Tuffin
Executive Technical Director
daniel@cavalierresources.com.au

Media Enquiries

Stewart Walters
MarketOpen
Stewart@marketopen.com.au

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-Au-Ni Project, prospective for lithium, gold and nickel mineralisation.



For more information on Cavalier Resources and to subscribe to our regular updates, please visit our website here and follow us on:

 <https://twitter.com/CavalierLtd>

 <https://www.linkedin.com/company/cavalier-resources-ltd/>

 <https://www.facebook.com/cavalierresources>

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Cavalier Resources Limited

ABN

16 635 842 143

Quarter ended ("current quarter")

30 September 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (3 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(11)	(11)
(b) development	-	-
(c) production	-	-
(d) staff costs	(43)	(43)
(e) administration and corporate costs	(125)	(125)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	3	3
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(176)	(176)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(158)	(158)
(e) investments	-	-
(f) other non-current assets	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(158)	(158)
3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	347	347
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(176)	(176)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(158)	(158)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (3 months) \$A'000
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	13	13

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	13	147
5.2	Call deposits	-	200
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	13	347

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	83
6.2	Aggregate amount of payments to related parties and their associates included in item 2	61

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	-	-
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	-	-
7.4	Total financing facilities	-	-
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	N/A		

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(176)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(158)
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(334)
8.4 Cash and cash equivalents at quarter end (item 4.6)	347
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	347
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.04
<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: Yes, the Company expects to have negative operating cash flows for the time being as it is in the exploration stage and does not generate income.	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: Subsequent to the end of the quarter and as announced to the ASX on 23 October 2024, the Company completed a non-renounceable rights issue raising \$1.735 million (before costs).	
8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
Answer: Yes, the Company does expect to be able to continue its operations and meet its business objectives based on future expected successful capital raisings.	
<i>Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.</i>	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 31 October 2024

Authorised by: The Board of Directors of Cavalier Resources Limited
(Name of body or officer authorising release – see note 4)

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.