Cavalier Secures Binding Project Financing for Crawford Gold Project

Highlights

- Binding financing term sheets executed with Javelin Global Commodities (SG) Pte. Ltd. and Ottomin Pty Ltd for the development of the Crawford Gold Project
- Combined project debt facilities comprising a US$13 million Gold Prepayment Facility and a A$5 million Gold Loan Facility
- Funding structure designed to minimise shareholder dilution while providing the capital required to advance Crawford toward production
- Funding to support site establishment, procurement of long-lead items, project construction and working capital
- Repayment structures aligned with future project cash flows and gold production
- Completion of definitive financing documentation remains subject to conditions precedent

Daniel Tuffin, Executive Technical Director and Interim CEO, commented:

"Execution of these binding project financing term sheets represents one of the most significant milestones in Cavalier's journey since the Company was established.

Since day one, our focus has been on systematically advancing Crawford toward production while minimising shareholder dilution throughout that journey. Securing the commitment of global commodities trader Javelin Global Commodities together with specialist mining financier Ottomin is another major milestone and reflects the quality of the Crawford Gold Project and the significant work that's gone into advancing it over recent years.

This financing structure has been deliberately designed to minimise shareholder dilution while providing the capital required to develop Crawford. By aligning repayments with future project cash flows and gold production, we've reduced our reliance on traditional equity funding while maintaining the flexibility to execute our development plan.

The foundations are now largely in place. Our focus is firmly on execution as we continue advancing Crawford toward production."

Summary:

Cavalier Resources Limited (ASX: CVR) ("Cavalier" or "the Company") is pleased to announce the execution of binding project financing term sheets with Javelin Global Commodities (SG) Pte. Ltd. ("Javelin") and Ottomin Pty Ltd ("Ottomin"), representing a significant milestone in establishing the funding platform required to advance the Company's wholly owned Crawford Gold Project toward production.

The proposed project financing package comprises a US$13 million Gold Prepayment Facility from Javelin together with a A$5 million Gold Loan Facility from Ottomin, providing approximately A$23 million of project debt funding.

The financing structure has been deliberately designed to minimise shareholder dilution while providing the capital required to develop Crawford. By aligning repayments with future project cash flows and gold production, the facilities reduce reliance on traditional equity funding while supporting disciplined project execution.

Funds are intended to support site establishment, procurement of long-lead equipment, project construction and general working capital as Crawford advances toward first gold production.

Project Financing:

The proposed project financing package comprises complementary funding facilities designed to support Crawford's transition toward production while preserving balance sheet flexibility.

Javelin and Ottomin will rank equally as senior secured lenders over the Crawford Gold Project and associated project assets under an intercreditor arrangement to be finalised as part of the definitive financing documentation.

The proposed facilities remain subject to completion of definitive legal documentation, customary technical, legal and financial due diligence, satisfaction of conditions precedent and any necessary regulatory approvals.

The financing package follows a series of major milestones achieved by Cavalier over the past 12 months, including completion of the updated Pre-Feasibility Study, execution of the Native Title and Mining Agreement, completion of all Stage 1 heritage surveys, strengthening of the Company's executive management team and Board, and continued advancement of project approvals ahead of planned site preparation activities.

Javelin Gold Prepayment Facility:

Subject to execution of definitive documentation and satisfaction of customary conditions precedent, key commercial terms include:

- US$13 million Gold Prepayment Facility.
- Approximately 6,999 ounces of refined gold bullion to be delivered over a 20-month term.
- No cash interest (other than customary default provisions).
- 1.5% upfront fee.
- The term of the Facility is 20-months from the date of drawdown of funds.
- The Facility will contain customary refund events for a facility of its nature, including in circumstances where the commencement of production from the mine is delayed.
- Future offtake option over up to 50,000 ounces following completion of the Gold Prepayment Facility.
- Equal-ranking senior security over the Crawford Gold Project.

Definitive documentation needs to be prepared and executed before drawdown can take place, with the drawdown arrangements to be finalised in the definitive documentation. There is a 45-calendar day exclusivity period for Javelin in which to complete its due diligence, and to enter into the definitive documentation with Cavalier. As noted above, any drawdown of the Gold Prepayment Facility following execution of definitive documentation will remain subject to the satisfaction of customary conditions precedent.

Ottomin Gold Loan Facility:

Subject to execution of definitive documentation and satisfaction of customary conditions precedent, key commercial terms include:

- A$5 million secured Gold Loan Facility.
- Principal repaid in three equal cash instalments of A$1,666,666.67 in months 10, 11 and 12 following the date the Gold Loan Facility is drawn in full.
- No cash interest, with lender return linked to delivery of a fixed 1,166 ounces of gold (or Australian dollar equivalent at Ottomin's election).
- 1.5% transaction fee.

- 1,750,000 options exercisable at a 50% premium to the 30-day VWAP.
- Equal-ranking senior security over the Crawford Gold Project.

Definitive documentation needs to be prepared and executed before drawdown can take place, with the drawdown arrangements to be finalised and agreed in the definitive documentation. The definitive documentation needs to be completed within 3-months of the date of the term sheet. As noted above, any drawdown of the Gold Loan Facility following execution of definitive documentation will remain subject to the satisfaction of customary conditions precedent.

Funding Strategy:

The Board has deliberately pursued a funding strategy that combines project debt with measured equity funding to minimise shareholder dilution while ensuring Crawford is appropriately funded through development.

By linking lender repayments to future project cash flows and gold production, the financing package preserves capital during the critical development phase while maintaining the flexibility required to execute the Company's development plan.

The Company is progressing completion of definitive financing documentation together with satisfaction of industry standard conditions precedent and any resulting due diligence requirements.

Further updates will be provided as these workstreams are completed and the facilities progress to financial close.

The Company further advises that following the execution of the binding finance term sheet with Javelin, the Company has entered into a 45-calendar day exclusivity period to complete the definitive documentation. As such, discussions in relation to the previously announced non-binding term sheet with Raptor Capital International Ltd, and other funding options, have been paused.

About Javelin:

Javelin Global Commodities was formed in 2015 and has grown into one of the world’s leading commodities firms operating across six continents and trading over 20 commodities across the energy, steel, and industrial sectors.

Javelin helps customers address all commodity-related needs with tailored trading, marketing, and financial strategies. It provides seamless access to global commodity markets and expert logistics, solving complex supply chain challenges. It also offers financing and capital to advance international trade, serving as a one-stop solution for commodity services, including hedging, logistics, and advisory support.

Cavalier has undertaken due diligence on Javelin's standing and capacity to perform, including a review of its track record with similar transactions.

Further information about Javelin can be found at https://www.javelincommodities.com/.

About Ottomin:

The Ottomin Group is a Sydney based, private investment and philanthropic firm, established by Richard Kovacs in 1998. The Ottomin Group manages a global and diversified investment portfolio across multiple asset classes, underpinned by deep expertise in the precious metal sector, particularly gold royalties. Ottomin Investment activities aim to generate superior, risk-adjusted returns, which are in part deployed through the Ottomin Foundation, to drive meaningful community impact. Through the Foundation, the Group aims to provide support to adolescents and youth, women at-risk, and heritage and environmental conservation endeavours.

Cavalier has undertaken due diligence on Ottomin’s standing and capacity to perform, including a review of its track record with similar transactions.

Further information about Ottomin can be found at https://www.ottomin.com.au/.

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

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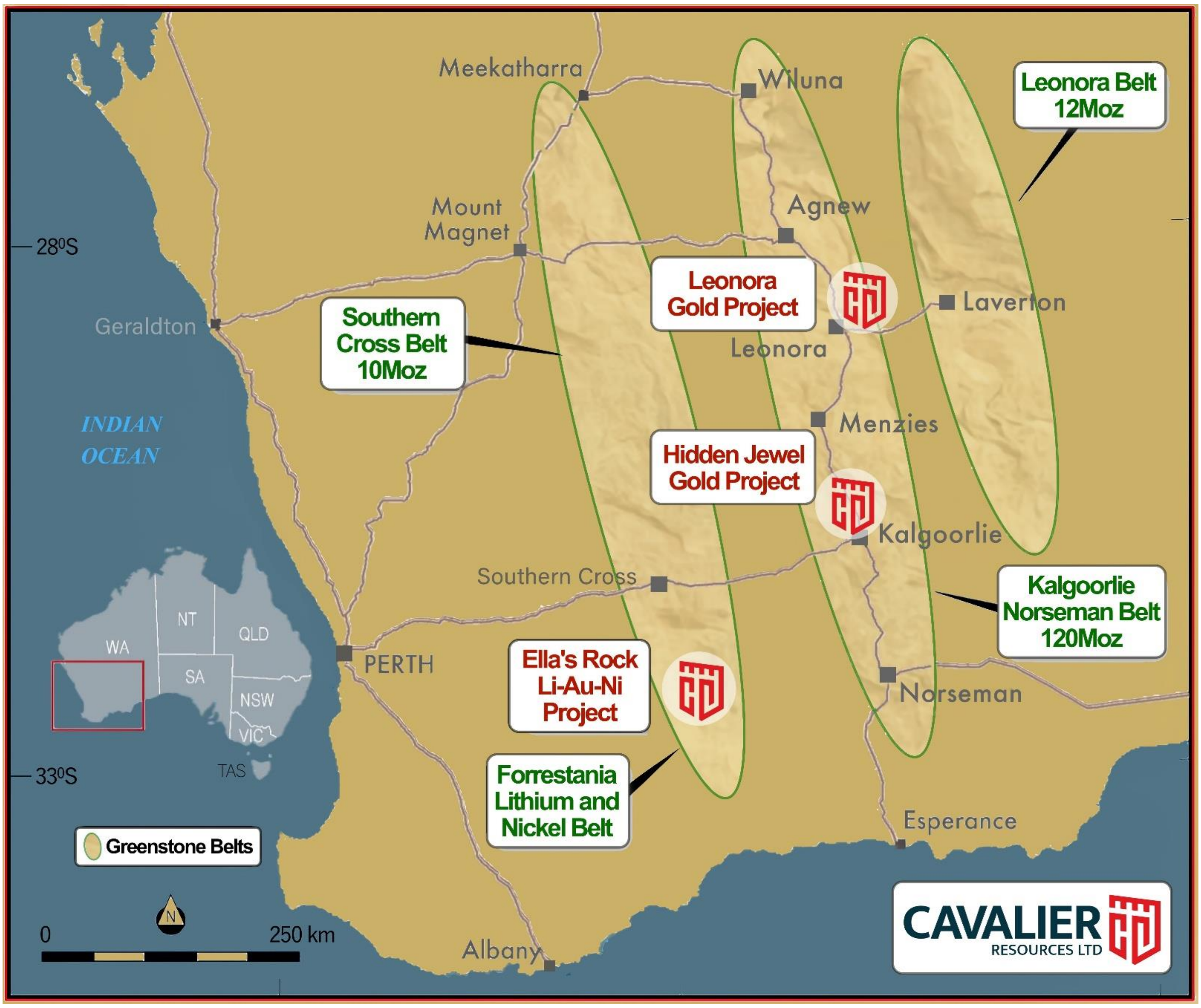
About Cavalier Resources

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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