ASX ANNOUNCEMENT **13 MAY 2015**

AIRCORE DRILLING COMMENCES AT TANDARRA GOLD PROJECT

- **Reconnaissance air-core drilling programme commenced at Tandarra Gold Project**
- **Drilling to test Tandarra North, Prairie and Dingee Zones**
- **4,000 metres planned on east-west road verge traverses**

Catalyst Metals Limited (**Catalyst** or the **Company**) (**ASX: CYL**) is pleased to announce that air-core drilling has commenced at the Tandarra Gold Project in the Whitelaw Gold Belt in Victoria (see Figure 1). The Tandarra Project comprises Exploration Licence 4897 where Catalyst can earn up to a 51% interest from Navarre Minerals Limited (**Navarre**), by spending $3 million on exploration over a four year period.

Data from historical air-core drilling programmes by previous operators has been compiled and interpreted to define areas of gold potential. Catalyst has been able to use the structural information from its Four Eagles Gold Project to the north to project the prospective corridor between the Whitelaw and Tandarra Faults. As most of the previous exploration activity was focussed on definition of the Tomorrow and McNaughton Lines (rectangular box area on Figure 2a), many of the other prospective structures in the project area have had limited drill testing. Several potential gold trends are shown on Figure 2a including the 7 kilometre strike length along the Tandarra Fault Zone north of the Tomorrow Prospect and the parallel Prairie and Dingee Zones to the east.

These interpreted structural trends are enhanced by a review of anomalous arsenic values in data compiled by previous operator, Leviathan Resources Pty Ltd, but arsenic data is limited as Navarre assayed for gold only. A significant gold intersection was present in **air-core hole ACT 045 which assayed 1.83 g/t Au from 61 metres depth** in an area near the interpreted Whitelaw Fault. Another hole ACT 046 in the same area, which is not verified, contained **1 metre @ 3.0g/t Au from 32 metres depth.** Both of these holes contained extensive quartz veining and were targeted by Navarre in its CSAMT geophysical programme (Controlled Source Audio frequency Magnetotellurics). These intersections are untested to the north and south where basement depths are unknown but probably less than 50 metres.

Air-core drilling will be limited to road and track verges and the current programme will test the northern extension of the Tandarra North and Prairie Zones and on the Dingee Zone to the north of holes ACT 045 and ACT 046.

The holes will be vertical on 160 metre centres along east-west drill traverses. They will be logged to assess the geology, depth to basement and sampled on 3 metre intervals. Samples will be assayed for gold and other elements including arsenic which should provide a vector to the mineralised corridors. Assay results are expected to be available in late-June or early-July 2015.

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Competent person's statement

The information in this report that relates to exploration results is based on information compiled by Mr Bruce Kay, a Competent Person, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Kay is a non-executive director of the Company and has sufficient experience that is relevant to the style of mineralisation and type of deposit 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 (the JORC Code). Mr Kay consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Information relating to the Tandarra project was first disclosed by previous tenement holders under the JORC Code 2004. This information has been subsequently reported by the Company in accordance with the JORC Code 2012, refer to announcement dated 1 September 2014 and the quarterly activities report dated 31 July 2014.

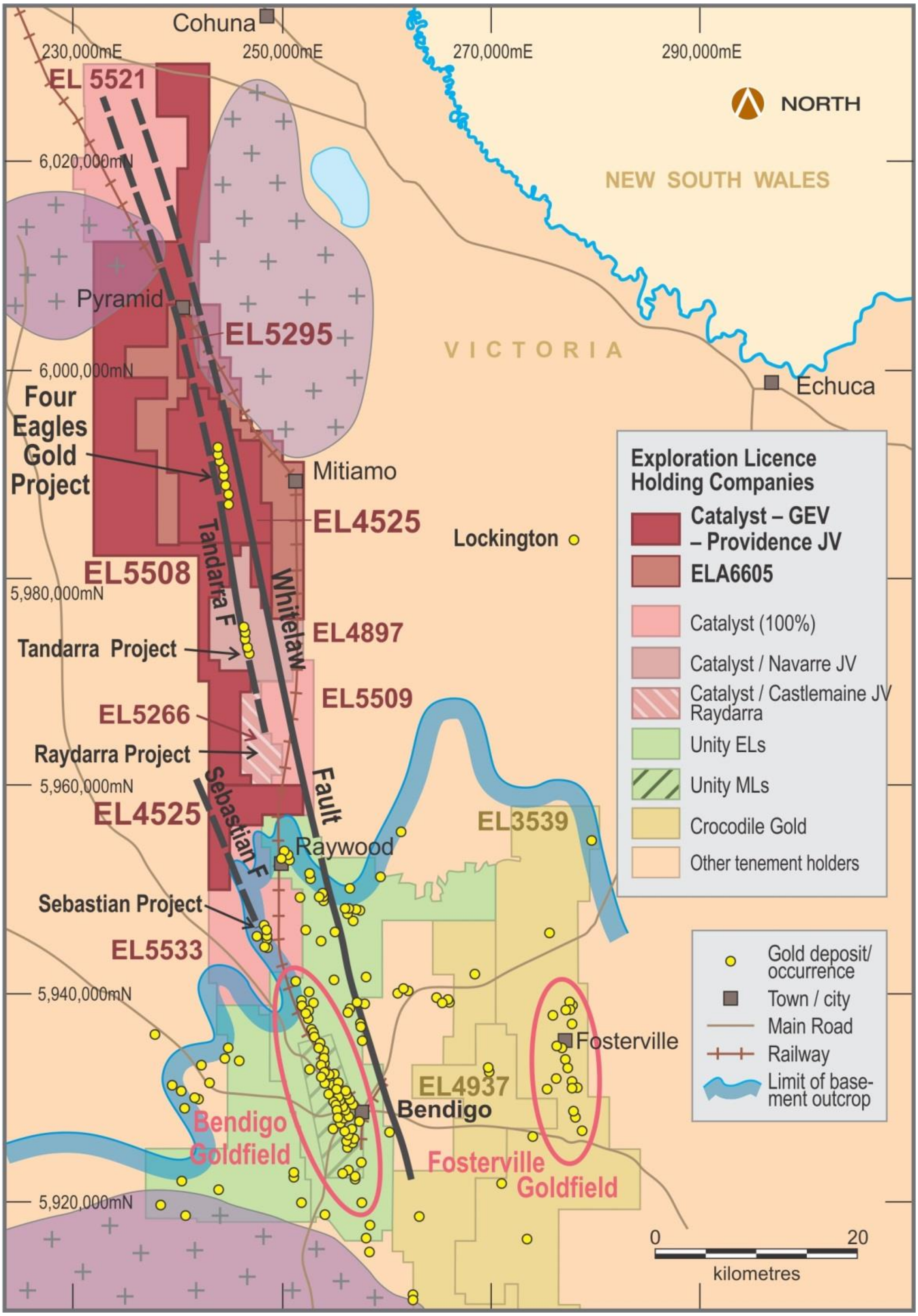

Figure 1: Whitelaw gold belt tenements showing Tandarra Gold Project location

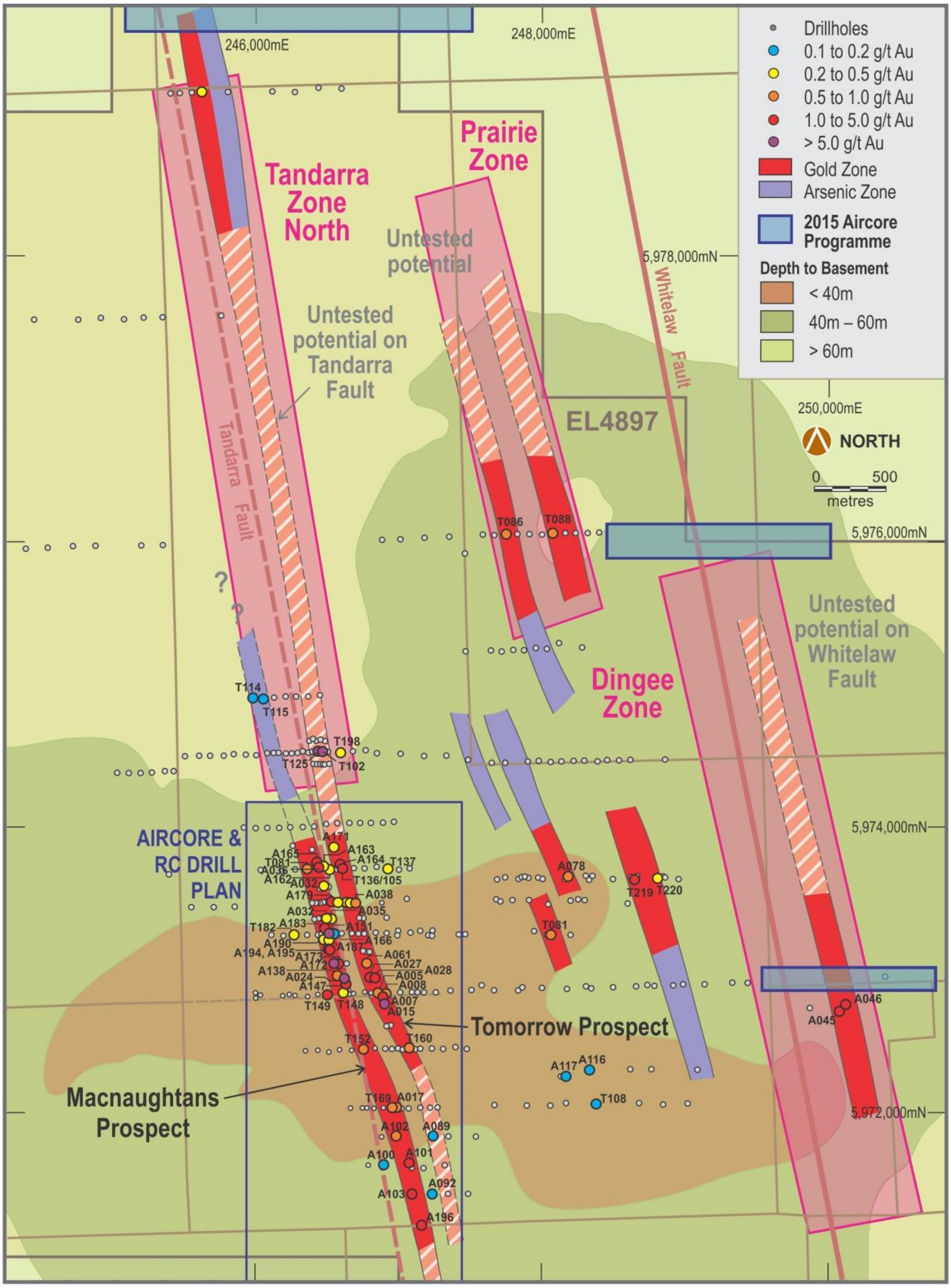

Figure 2a: Tandarra Gold Project 2015 air-core programme

Drillhole Intersections (>1.0g/t Au)

TAC102		1.0m @ 1.32g/t Au from 77m
	and	1.0m @ 8.0g/t Au from 81m
	and	6.0m @ 1.76g/t Au from 83m
TAC105		5.0m @ 1.04g/t Au from 70m
TAC125		1.0m @ 1.0g/t Au from 74m
	and	4.0m @ 7.0g/t Au from 81m
	and	3.0m @ 2.91g/t Au from 82m
TAC136		6.0m @ 2.95g/t Au from 75m
TAC146		1.0m @ 9.96g/t Au from 42m
	and	1.0m @ 1.0g/t Au from 43m
TAC149		1.0m @ 1.14g/t Au from 43m
TAC219		3.0m @ 4.8g/t Au from 83m
ACT007		3.0m @ 1.15g/t Au from 36m
	and	6.0m @ 1.5g/t Au from 46m
ACT015		10m @ 17.88g/t Au from 37m
ACT024		1.0m @ 2.91g/t Au from 107m
	and	1.0m @ 15.2g/t Au from 118m
ACT027		2.0m @ 1.26g/t Au from 40m
ACT028		1.0m @ 2.1g/t Au from 57m
ACT036		1.0m @ 1.39g/t Au from 42m
ACT045		2.0m @ 1.83g/t Au from 61m
ACT046		1.0m @ 2.97g/t Au from 32m
ACT101		1.5m @ 1.0g/tAu from 64.5m
ACT103		3.0m @ 1.03g/t Au from 67.5m
ACT147		1.5m @ 2.46g/t Au from 79.5m
ACT151		1.5m @ 59.2g/t Au from 69m
	and	2.0m @ 5.12g/t Au from 70.5m
		1.5m @ 1.19g/t Au from 82.5m
	and	1.5m @ 1.48g/t Au from 96m
ACT164		1.5m @ 1.64g/t Au from 63m
	and	1.5m @ 1.52g/t Au from 66m
	and	1.5m @ 1.67g/t Au from 72m
	and	1.5m @ 1.37g/t Au from 75m
ACT165		4.5m @ 1.07g/t Au from 51m
ACT172		3.0m @ 8.83g/t Au from 46.5m
	and	1.5m @ 2.62g/t Au from 58.5m
	and	1.5m @ 6.93g/t Au from 79.5m
	and	1.5m @ 1.71g/t Au from 82.5m
ACT173		1.5m @ 2.76g/t Au from 94.5m
ACT179		1.5m @ 1.3g/t Au from 55.5m
ACT183		1.5m @ 1.4g/t Au from 72m
ACT194		1.5m @ 2.88g/t Au from 105m
ACT195		1.5m @ 3.4g/t Au from 52.5m
ACT196		3.0m @ 2.5g/t Au from 90m

Figure 2b: Tandarra Gold Project significant air-core assays