

ASX ANNOUNCEMENT

26 MAY 2014

DRILLING COMPLETED NORTH OF DISCOVERY PROSPECT AT FOUR EAGLES GOLD PROJECT

- **Aircore drilling programme completed at the Four Eagles Gold Project in Victoria**
 - **28 aircore holes test a 2.5 km corridor north of the Discovery Prospect**
 - **Basement depth varies from 39 metres in north to 120 metres at the southern end**
 - **315 samples submitted for assay - results expected in June 2014**
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Catalyst Metals Limited (**Catalyst** or the **Company**) (**ASX: CYL**) is pleased to announce that an aircore drilling programme was completed at its Four Eagles Gold Project, 70 kilometres north of Bendigo in Victoria and successfully intersected basement in all but one hole (Figure 1). Subject to finalisation of the Heads of Agreement with Navarre Minerals, the Company will control exploration for the entire belt of prospective ground north of Bendigo along the Whitelaw Fault.

The drilling shows highly variable basement depths in the 2.5 kilometre corridor along the Eagle 2 structure north of the Discovery Prospect (Figure 2). Five traverses were drilled at a spacing of about 500 metres and basement depth varied from 39 metres to 120 metres. Basement depths on three traverses were less than 50 metres which is significant for potential open pit mining. The programme consisted of 28 holes for a total of 2,657 drilled metres. One hole was also drilled in a new area on the Eagle 1 Structure but was abandoned in Murray Basin sands at 90 metres depth.

The area tested was north of the **Discovery Prospect** where high grade gold mineralisation has been intersected in previous drilling, including:

- **6.0m @ 82.7g/t Au (FE328)**
- **3.0m @ 0.88g/t Au (FE584)**
- **1.5m @ 1.81g/t Au (FE326)**
- **3.7m @ 4.7g/t Au including 0.8m @ 17.5g/t Au (FEDD001)**
- **0.4m @ 8.4g/t Au and 0.75m @ 15.3g/t Au (FEDD007)**
- **0.4m @ 152g/t Au (FEDD008)**

There were 315 samples taken every 3.0 metres downhole in basement and they have been sent for assaying with results expected in June 2014. The continuity of the Eagle 2 structure is suggested by the presence of several quartz rich zones but there is no certainty that these are gold bearing.

April rain has prompted extensive early crop sowing this year so future drilling programmes will need to be planned around available fallow fields.

- ENDS -

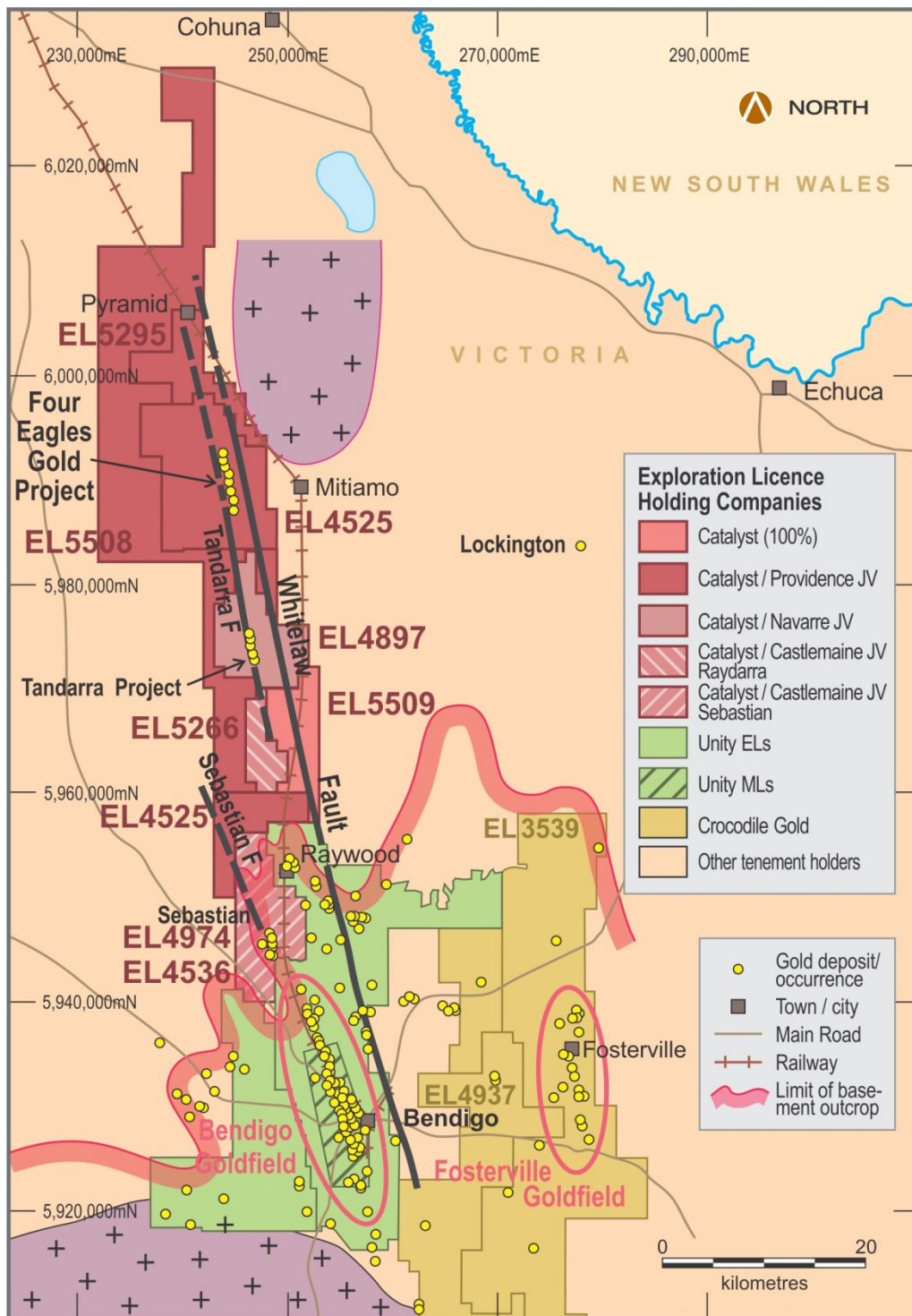


Figure 1: Four Eagles Gold Project Location Map

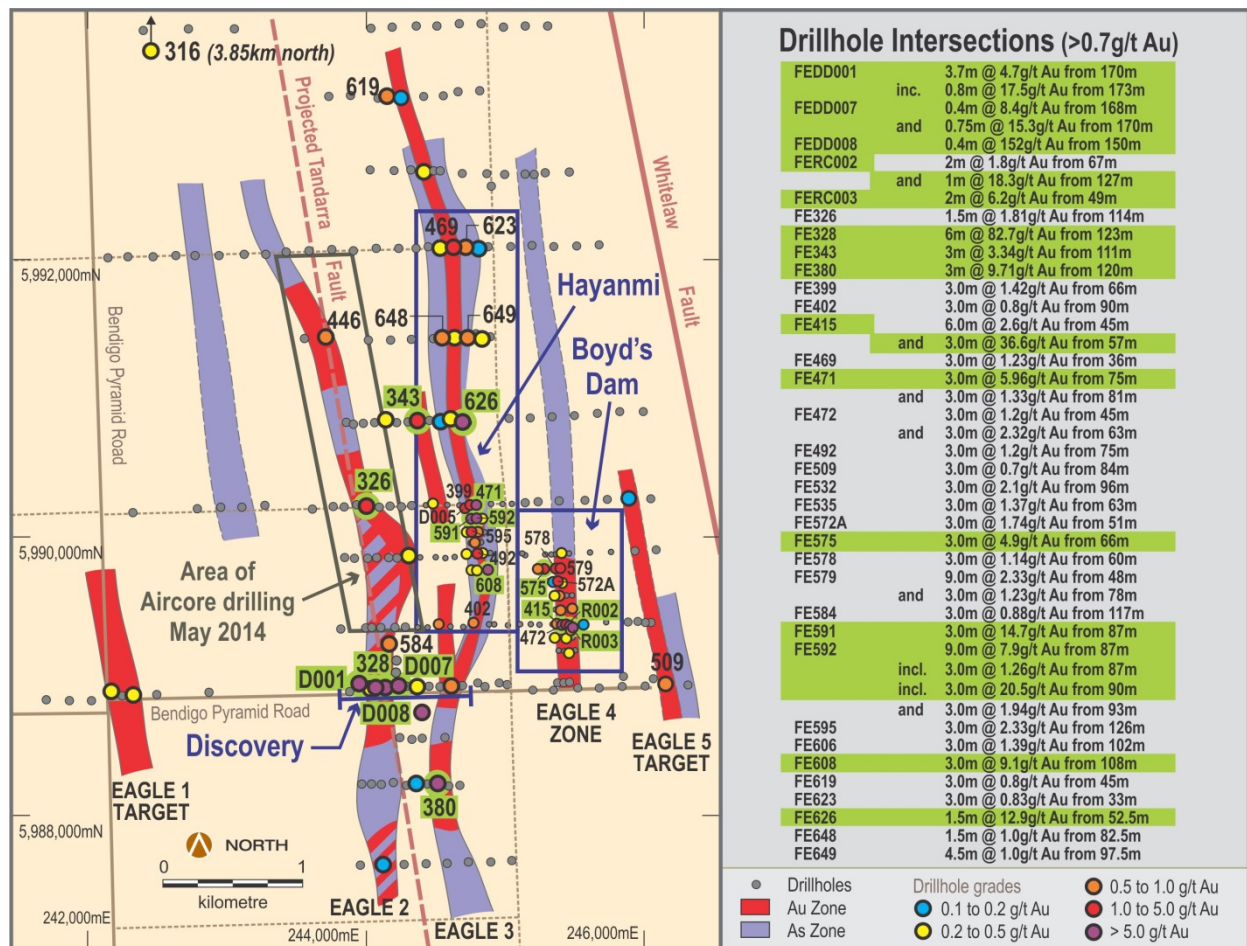


Figure 2: Plan Showing Area of May 2014 Aircore Drilling Programme

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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.

The information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.