



ASX ANNOUNCEMENT

16 MARCH 2017

CATALYST SECURES \$1.5 MILLION PLACEMENT WITH ST BARBARA LIMITED

- **St Barbara Limited (SBM) commits \$1.5 million placement at 50 cents per share for 5% stake**
- **Funding will allow acceleration of Whitelaw Gold Belt exploration programmes in 2017-18**
- **Catalyst shareholders to be offered opportunity to match SBM placement**
- **Drilling continues at Four Eagles Gold Project**

Catalyst Metals Limited (**Catalyst** or the **Company**) (ASX: **CYL**) is pleased to advise that it has reached agreement with ASX-listed gold producer, St Barbara Limited (**St Barbara**) (ASX: **SBM**), for SBM to subscribe for \$1.5 million of Catalyst shares in a placement at a subscription price of 50 cents per share. SBM shares Catalyst's confidence concerning the gold potential of the Whitelaw Gold Belt, and the placement will allow for the acceleration of future exploration activities.

The placement comprises the issue of 3 million ordinary fully paid shares in Catalyst at a subscription price of 50 cents per share and is being made pursuant ASX Listing Rule 7.1A.

Catalyst shareholders and other investors will be offered the opportunity to participate in a capital raising up to the same level as the SBM contribution under a placement prospectus currently being prepared.

Catalyst retains a 50% interest in the Four Eagles Gold Project whilst Gold Exploration Victoria Pty Ltd (GEV) is earning up to a 50% interest from Providence Gold and Minerals Pty Ltd by spending \$4.2 million on exploration. To date, GEV has already earned a 25% interest in the Four Eagles Gold Project by spending \$2.1 million and is expected to complete the remaining expenditure during 2017.

Catalyst now manages the entire Whitelaw Gold Belt and has interests in nine Exploration Licences which extend for 75 kilometres along the Whitelaw and Tandarra Faults north of Bendigo in Victoria. The location of exploration projects along the Whitelaw Gold Belt are shown on Figure 1.

The funds raised from the placement will allow exploration programmes in the Whitelaw Gold Belt to be accelerated at the Tandarra, Macorna Bore and Sebastian projects, as well as enabling Catalyst to contribute its share of expenditure at the Four Eagles Gold Project after GEV reaches its expected 50% equity position later in 2017.

Mr Stephen Boston, Catalyst's Chairman, stated, "We are pleased to welcome St Barbara to the Catalyst register and believe that their experience and success in gold mining and exploration in Australia and Papua New Guinea will provide valuable support for our future endeavours in the Whitelaw Gold Belt in Victoria".

FOUR EAGLES GOLD PROJECT DRILLING PROGRAMME UPDATE

Drilling at the Four Eagles Gold Project commenced on 19 January 2017 and has been initially focussed on the Boyd's Dam and Boyd North Projects. A programme of 20,000 metres is planned using RC Blade/Hammer drilling for the angled infill drilling on Boyd's Dam and Hayanmi and Air Core drilling for the reconnaissance programmes at Boyd North, Discovery, and numerous regional gravity targets. The location of these programmes is shown on Figure 2a and 2b and the Boyd's Dam-Boyd North drilling programme is presented on the longitudinal projection in Figure 3.

At the end of February 2017, the Company had completed fourteen (14) RC drill holes for a total of 1,962 metres and thirty-eight (38) air core drill holes for a total of 4,565 metres. At the end of February 2017, there were approximately 2,500 samples at the assay laboratory. Assays are expected to be available commencing from the end of March 2017 for the first phase of drilling at Boyd's Dam and Boyd North but will need to be verified and interpreted prior to release.

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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.

Much of the historical information relating to the Four Eagles project was prepared and first disclosed under the JORC Code 2004. This information 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 reported.

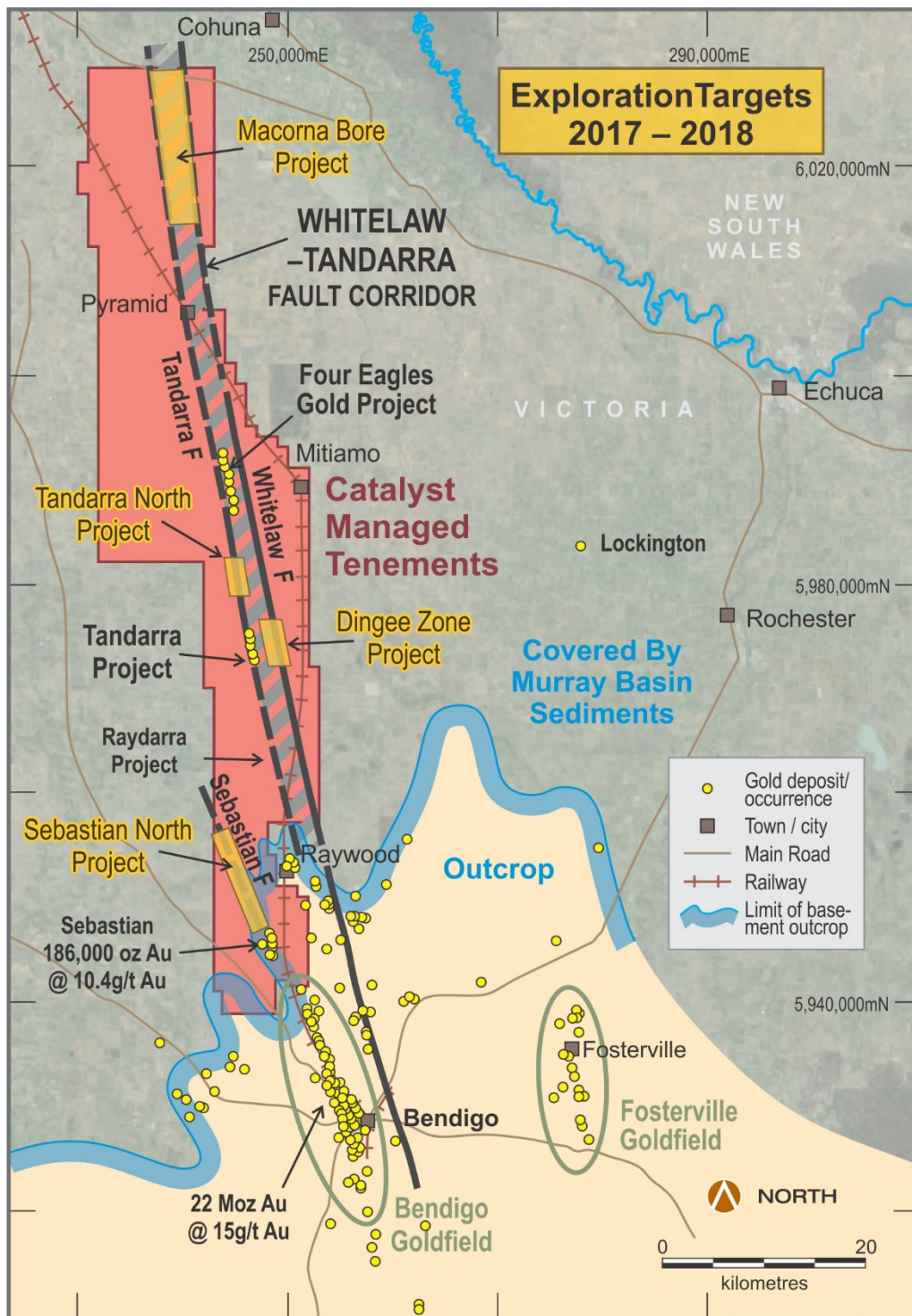


Figure 1: Catalyst managed Whitelaw Gold Belt tenements showing major gold projects

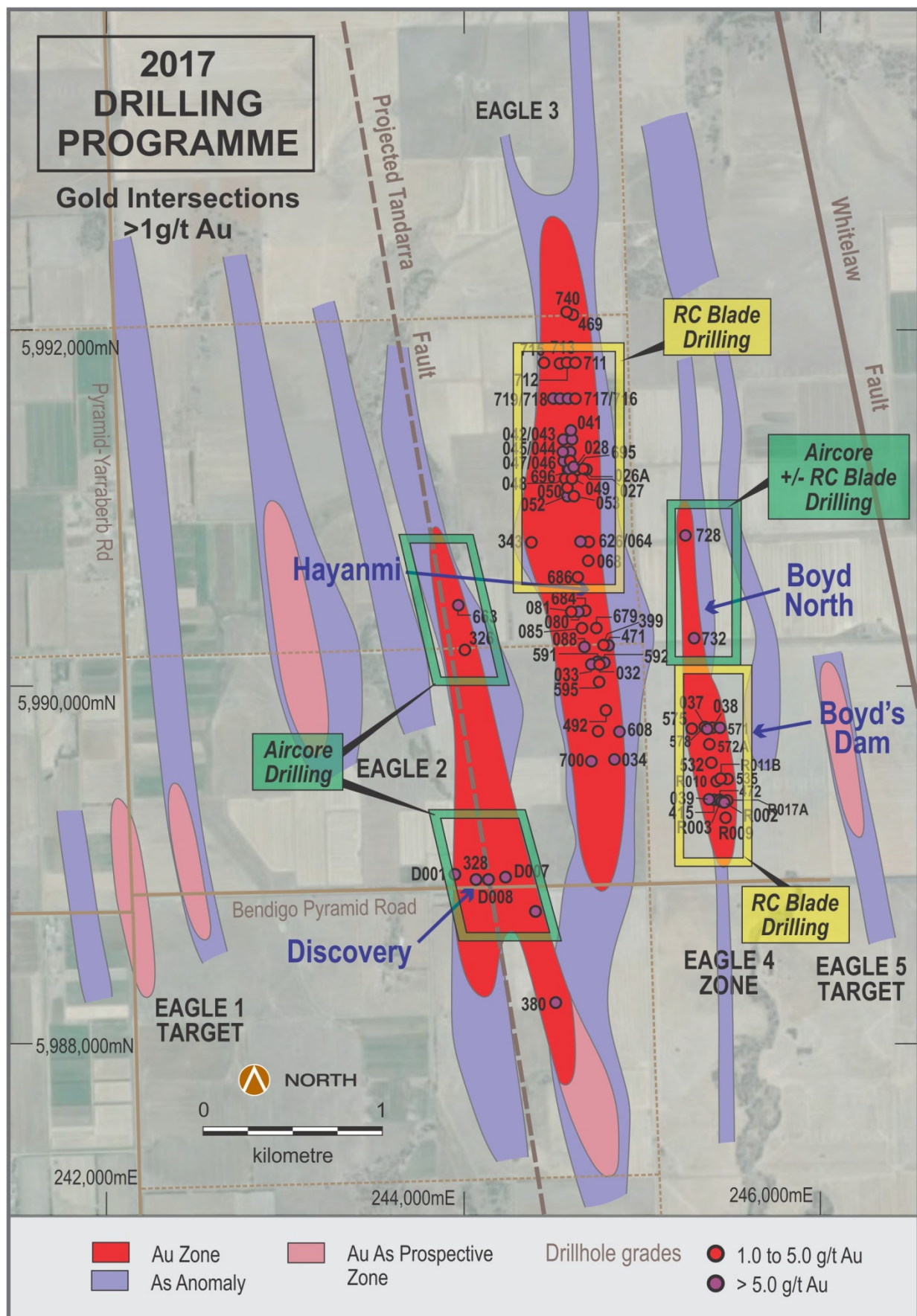


Figure 2a: Four Eagles Gold Project showing proposed 2017 areas of drilling. Interpreted gold zones and drill intersections >1.0g/t Au are also shown.

Drillhole Intersections (>1.0g/t Au)

FERDD001		3.7m @ 4.7g/t Au from 170m	2016 Intersections	
	incl.	0.8m @ 17.5g/t Au from 173m		
FERDD007		0.4m @ 8.4g/t Au from 168m	FE711	1.0m @ 1.23g/t Au from 116m
	and	0.75m @ 15.3g/t Au from 170m	FE712	9.0m @ 1.24g/t Au from 72m
FERDD008		0.4m @ 152g/t Au from 150m	FE713	8.0m @ 1.23g/t Au from 70m
FERC002		2m @ 1.8g/t Au from 67m	FE715	1.0m @ 2.92g/t Au from 71m
	and	1m @ 18.3g/t Au from 127m	FE716	3.0m @ 1.04g/t Au from 99m
FERC003		2m @ 6.2g/t Au from 49m	FE717	9.0m @ 5.71g/t Au from 108m
FERC009		3.0m @ 1.02g/t Au from 87m	FE718	3.0m @ 13.4g/t Au from 99m
	and	1.0m @ 1.41g/t Au from 92m	FE719	18.0m @ 1.16g/t Au from 60m
	and	1.0m @ 3.56g/t Au from 96m		and 3.0m @ 9.2g/t Au from 147m
FERC010		6.0m @ 3.77g/t Au from 44m	FE728	1.0m @ 6.24g/t Au from 85m
	and	6.0m @ 1.11g/t Au from 79m	FE732	3.0m @ 154g/t Au from 96m
FERC011B		1.0m @ 1.45g/t Au from 66m	FE740	3.0m @ 1.55g/t Au from 54m
	and	2.0m @ 3.58g/t Au from 87m	FERC026A	1.0m @ 4.88g/t Au from 97m
FERC017A		1.0m @ 3.29g/t Au from 79m		and 4.0m @ 2.53g/t Au from 127m
	and	3.0m @ 1.57g/t Au from 106m	FERC027	5.0m @ 2.71g/t Au from 100m
	and	1.0m @ 1.39g/t Au from 113m	FERC028	1.0m @ 5.95g/t Au from 76m
FE326		1.5m @ 1.81g/t Au from 114m	FERC032	3.0m @ 2.22g/t Au from 129m
FE328		6m @ 82.7g/t Au from 123m	FERC033	4.0m @ 2.92g/t Au from 102m
FE343		3m @ 3.34g/t Au from 111m	FERC034	3.0m @ 11.2g/t Au from 127m
FE380		3m @ 9.71g/t Au from 120m	FERC037	1.0m @ 10.55g/t Au from 66m
FE399		3.0m @ 1.42g/t Au from 66m		and 2.0m @ 1.3g/t Au from 83m
FE415		6.0m @ 2.6g/t Au from 45m	FERC038	16.0m @ 2.0g/t Au from 80m
	and	3.0m @ 36.6g/t Au from 57m	FERC039	8.0m @ 3.65g/t Au from 66m
FE469		3.0m @ 1.23g/t Au from 36m		inc 1.0m @ 12.35g/t from 66m
FE471		3.0m @ 5.96g/t Au from 75m		inc 1.0m @ 10.05g/t Au from 71m
	and	3.0m @ 1.33g/t Au from 81m	FERC041	4.0m @ 2.81g/t Au from 116m
FE472		3.0m @ 1.2g/t Au from 45m		inc 1.0m @ 7.94g/t Au from 116m
	and	3.0m @ 2.32g/t Au from 63m	FERC042	4.0m @ 4.16g/t Au from 65m
FE492		3.0m @ 1.2g/t Au from 75m		inc 1.0m @ 14.6g/t Au from 67m
FE532		3.0m @ 2.1g/t Au from 96m	FERC043	16.0m @ 2.73g/t Au from 61m
FE535		3.0m @ 1.37g/t Au from 63m		inc 2.0m @ 13.9g/t Au from 61m
FE572A		3.0m @ 1.74g/t Au from 51m	FERC044	2.0m @ 25.7g/t Au from 93m
FE575		3.0m @ 4.9g/t Au from 66m		and 1.0m @ 37g/t Au from 109m
FE578		3.0m @ 1.14g/t Au from 60m	FERC045	2.0m @ 10.6g/t Au from 81m
FE579		9.0m @ 2.33g/t Au from 48m	FERC046	4.0m @ 1.33g/t Au from 70m
FE579	and	3.0m @ 1.23g/t Au from 78m	FERC047	2.0m @ 7.76g/t Au from 127m
FE591		3.0m @ 14.7g/t Au from 87m	FERC048	1.0m @ 1.1g/t Au from 107m
FE592		9.0m @ 7.9g/t Au from 87m	FERC049	1.0m @ 1.94g/t Au from 122m
	incl.	3.0m @ 1.26g/t Au from 87m	FERC050	6.0m @ 4.4g/t Au from 97m
	incl.	3.0m @ 20.5g/t Au from 90m	FERC052	8.0m @ 6.72g/t Au from 83m
	and	3.0m @ 1.94g/t Au from 93m	FERC053	2.0m @ 1.42g/t Au from 114m
FE595		3.0m @ 2.33g/t Au from 126m	FERC054	2.0m @ 2.42g/t Au from 101m
FE606		3.0m @ 1.39g/t Au from 102m	FERC055	2.0m @ 5.06g/t Au from 110m
FE608		3.0m @ 9.1g/t Au from 108m	FERC056	6.0m @ 1.52g/t Au from 130m
FE626		1.5m @ 12.9g/t Au from 52.5m	FERC057	1.0m @ 8.4g/t Au from 73m
FE648		1.5m @ 1.0g/t Au from 82.5m	FERC058	5.0m @ 6.1g/t Au from 71m
FE649		4.5m @ 1.0g/t Au from 97.5m		inc 1.0m @ 20.6g/t Au from 71m
FE663		3.0m @ 59g/t Au from 102m	FERC059	1.0m @ 6.04g/t Au from 109m
	and	3.0m @ 7.0g/t Au from 102m	FERC060	1.0m @ 3.62g/t Au from 130m
FE679		3.0m @ 2.86g/t Au from 75m	FERC061	1.0m @ 7.91g/t Au from 77m
FE684		3.0m @ 2.57g/t Au from 84m	FERC062	2.0m @ 2.84g/t Au from 107m
FE686		3.0m @ 1.23g/t Au from 120m	FERC064	1.0m @ 4.79g/t Au from 110m
FE695		2.0m @ 1.45g/t Au from 91m	FERC068	2.0m @ 1.06g/t Au from 101m
FE696		41m @ 3.87g/t Au from 76m	FERC080	1.0m @ 7.13g/t Au from 147m
	incl.	6.0m @ 16.3g/t Au from 76m	FERC081	1.0m @ 1.22g/t Au from 142m
	and	28m @ 2.03g/t Au from 90m	FERC085	16.0m @ 1.26g/t Au from 94m
FE700		13m @ 2.60g/t Au from 135m		inc. 1.0m @ 9.54g/t Au from 109m
	incl.	5.0m @ 5.76g/t Au from 135m	FERC088	1.0m @ 103.0g/t Au from 149m

Figure 2b: Four Eagles Gold Project showing intersections for Figure 2a and Figure 3

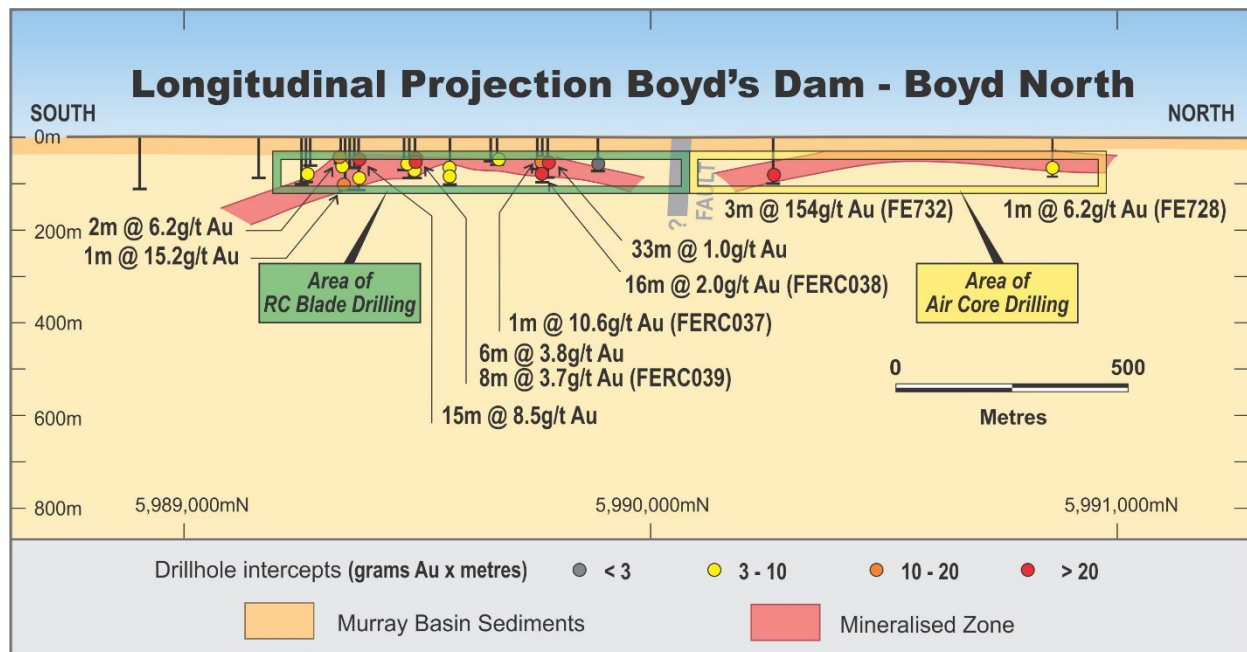


Figure 3: Longitudinal Projection of Boyd's Dam and Boyd North showing area of planned RC Blade/Hammer and Air Core drilling respectively.