



ASX Announcement

7 March 2011

Diamond Drilling Commences at Four Eagles Gold Project

- **Diamond drilling has commenced at the Four Eagles Gold Project**
- **Aircore drilling program at Four Eagles delayed by rain**

Catalyst Metals Limited (ASX: CYL) ("Catalyst" or the "Company") is pleased to announce that diamond drilling has commenced at the Four Eagles Gold Project, which is located generally along strike of the Bendigo Goldfield and west of the towns of Mitiamo and Raywood in central Victoria, extending from 20 to 70 kilometres north of Bendigo (Figure 1).

An aircore drilling program for 70 holes and 6000 metres will also commence as soon as ground conditions permit, expected to be next week.

The diamond and aircore drilling programs are testing targets generated previously by Providence Gold Pty Ltd which included air core intersections of **6m @ 82g/t Au, 3m @ 9.7g/t Au and 3m@3.3g/t over a strike length of at least 3 kms.**

This drilling program is the first part of a 12 month program that will test the 25km long prospective structure and better understand the lithology, geological structure and mineralisation discovered by Providence in 2010. Two diamond drillholes for a total of 700 metres will be completed and will be the first diamond holes ever drilled on this prospective structure.

– ENDS –

For further information, please contact:

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Competent Person Statement

The information in this report that relates to Exploration Results is based on information compiled by Mr Bruce Kay, who is a Fellow of the Australasian Institute of Mining and Metallurgy and is a consultant to Catalyst Metals Limited. Mr Kay has sufficient experience that is relevant to the style of mineralisation, type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration, Results, Mineral Resource and Ore Reserves'. Mr Kay consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

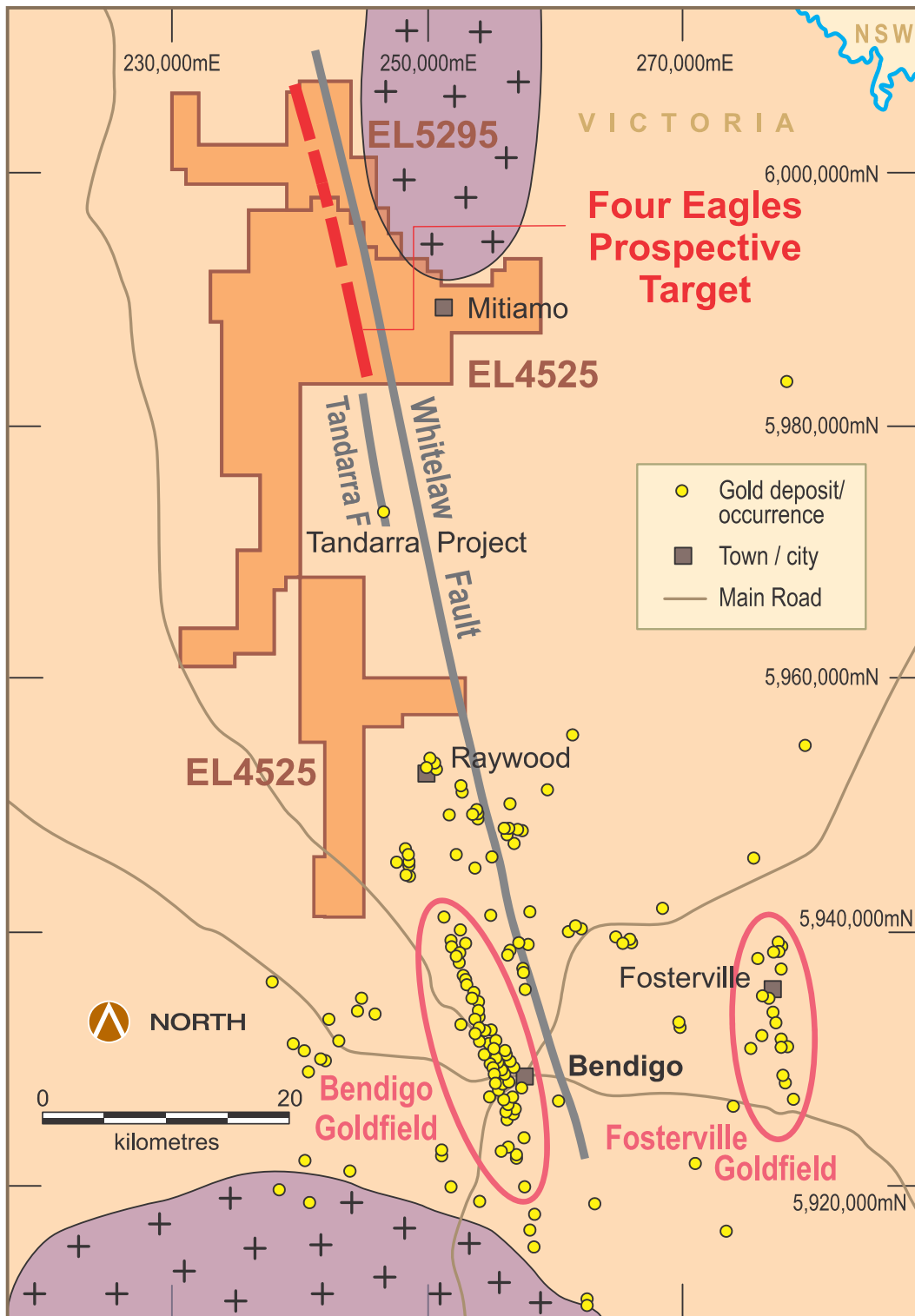


Figure 1 – Four Eagles Drilling Targets