



ASX: CYL

Quarterly Activities Report

Period Ending 30 September 2009

HIGHLIGHTS

Everton Molybdenum Project (Vic)

- **Acquisition of remaining Vendor tenement interest gives Catalyst 100% project ownership**

Minnie Creek Project (WA)

No field activities were undertaken during the period while statutory reporting and a review of project data and strategies were undertaken. Results of the data review successfully outlined multiple targets some of which are associated with major inferred structural discontinuities located along strike from the Minnie Springs prospect that remain historically untested. A work proposal comprising first pass stream sediment sampling, ground reconnaissance and costean cutting is currently being designed to assess higher priority targets including the Nina Tungsten prospect.

Project Rationalisation

During the period Catalyst continued to review the Minnie Creek Project tenement holdings to reduce costs while retaining the most prospective areas for further work and/or potential joint venture.

Everton Molybdenum Project (Vic)

Commencement of a planned diamond and percussion drilling program designed to assess the economic potential of the historic Everton Molybdenum mine has been delayed due to longer than expected departmental approval times relating to the required statutory work plan permit. Direct communications held with the department indicate that an outcome of the work plan application can be expected during the early parts of the forthcoming quarter.

Project Consolidation

During the period Catalyst entered into an agreement to the acquire 100% of the remaining Vendor interest in the exploration licence EL4866 which includes the historic Everton Molybdenum mine and defines the Everton Molybdenum project. Details of the acquisition can be found at the following company press release link:

<http://www.asx.com.au/asxpdf/20090930/pdf/3110ytmd99f3tw.pdf>

Corporate

As stated in the previous Quarterly Report (June 2009) 1,050,000 executive options expired unexercised on 16 July 2009 (350,000 exercisable at \$0.25, 350,000 exercisable at \$0.30 and 350,000 exercisable at \$0.35).

On 21 July 2009 the Company successfully completed a private placement which raised \$353,000 through the issue of 3,530,000 fully paid shares at a subscription price of 10 cents per share. The placement was made to clients of Equity Advisers Pty Ltd, a Melbourne based securities dealer. The issue price was, at the time, a premium to the prevailing market price of the Company's shares.

On 26 July 2009, 89 fully paid shares were issued on conversion of 4,000,000 Class A Incentive shares and 4,000,000 Class B Incentive shares.

On 1 September 2009, Nathan McMahon and Bryan Dixon resigned from the Board and were replaced by Steve Boston and Robin Scrimgeour, with Mr. Boston being elected as Chairman.

On 25 September 2009, Mark Thompson resigned from the Board. The Board is currently considering a range of candidates to fill the current vacancy at Board level. An announcement will be made as soon as a suitable candidate has been secured.

On 30 September 2009 the Company announced that it had entered into an agreement to purchase the remaining interest in the tenements containing the Everton Molybdenum Project. Under the terms of the agreement, the consideration payable to the vendor comprises a \$40,000 cash payment, 500,000 fully paid shares in the Company (which is subject to the approval of shareholders at the Annual General Meeting to be held on the 20 November 2009) and Catalyst replacing the vendor's tenement works bond of \$10,000.

On completion of the agreement, the Company will own a 100% interest in the Everton Molybdenum Project. A programme of diamond and percussion drilling is scheduled to begin on the project in the December 2009 quarter once all regulatory approvals have been received.

For further information on the Company please visit www.catalystmetals.com.

Please direct enquiries to:

Steve Boston - Chairman
Ph (61 8) 9383 2825

Competent Persons Statement

The information in this report that relates to Exploration Results has been compiled by independent consultant Dylan Jeffriess, B.Sc (Hons) Geol.(MAIG, MSEG). This report has been reviewed by independent consultant Dylan Jeffriess, who has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity to which he is undertaking, and consents to the inclusion in the public release of the matters based on their information in the form and context in which it appears.

CORPORATE SUMMARY

ASX Code: CYL
Listed Shares 27,088,226
Cash Balance September 09 \$1,588,000

Catalyst Metals Ltd 18 Emerald Terrace West Perth WA 6005
PO Box 778 Claremont WA 6910
Tel +61 8 9383 2825 Fax +61 8 9284 5426
Email: info@catalystmetals.com Web: www.catalystmetals.com ASX : CYL