



ASX: CYL

Quarterly Activities Report

Quarter ended 30 June 2010

HIGHLIGHTS

- **Technical review of Eudamullah and Bluebush Well projects to refine exploration plans.**
- **Registration of 100% beneficial interest in Everton tenement.**

Minnie Creek Project (Western Australia)

No field activities were undertaken during the period with work completed including lodgement of an extension for the Eudamullah tenement, statutory reporting and project data assessment. A geological consultant has been retained to review both the Eudamullah and Bluebush Well projects and to refine the Company's exploration plan.

Eudamullah

An application submitted with the Western Australian Department of Mines and Petroleum for an extension of the tenement was formally granted in March 2010 for a period of two years.

The tenement contains the Minnie Springs prospect where exploration completed to date has intersected highly encouraging broad zones of molybdenum mineralisation associated with a previously unrecognised porphyry intrusive hosted tungsten-molybdenum bearing mineral system. Previous drilling by the Company returned a 61 metre intersection of 0.01% molybdenum. Higher grades of molybdenum have been identified north of the drilled area in pyritic veins which returned grades of 0.04% molybdenum and 0.04% tungsten.

Bluebush Well

The Department of Mines and Petroleum had earlier granted the Company an extension to the Bluebush Well tenement to March 2012. The tenement contains uranium-channel anomalies identified from airborne radiometrics. The exploration target at Bluebush Well is a paleochannel uranium associated with calcrete in buried Tertiary drainages. Primary structure related uranium mineralisation is proposed as the source.

Project rationalisation

The Company continued to review the Minnie Creek project tenement holdings to reduce expenditure commitments while retaining the most prospective areas for further work and/or potential joint venture. During the period, a voluntary partial surrender of areas considered unprospective was undertaken. Priority areas were selected at Minnie Springs following the previous quarters review so that the most prospective areas were retained.

An exploration licence application was lodged with the Department of Mines and Petroleum in April 2010. The application consolidates the Company's land position by forming a near contiguous 70 km long tenure over the Minnie Springs district by joining Bluebush Well, Eudamullah and Michelles Well.

Everton Project (Victoria)

As previously reported, approval for a planned diamond and percussion drilling program designed to assess the economic potential of the historic Everton Molybdenum mine was received from the Victorian Department of Primary Industries. During the current reporting period discussions have continued with local surface rights holders to develop a suitable access agreement so that drilling can proceed.

A full data review has also been undertaken by a geological consultant to review both the data to date and the previously planned drilling program.

Registration of the Company's 100% beneficial interest in the Everton tenement was completed during the quarter. An extension of the term of the licence for a further five years was granted by the Victorian Department of Primary Industries in June 2010.

CORPORATE

Evaluation of additional project opportunities continued during the quarter.

Enquiries to:

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Corporate summary

ASX trading code	CYL
Quoted shares:	30,588,226
Cash balance at end of quarter:	\$1.76 million
Postal address:	PO Box 778 Claremont, Western Australia 6910
Telephone:	(+61 8) 9383 2825
Facsimile:	(+61 8) 9284 5426
E-mail:	admin@catalystmetals.com.au
Web-site:	www.catalystmetals.com.au

Competent persons statement

The information in this report that relates to Exploration Results has been compiled by consulting geologist, Dean de Largie, B.Sc. Geol. (FAIG). This report has been reviewed by Mr de Largie, who has sufficient experience which is relevant to the style of mineralisation 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.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

CATALYST METALS LIMITED

ABN

54 118 912 495

Quarter ended ("current quarter")

30 June 2010

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(14)	(90)
(b) development	-	-
(c) production	-	-
(d) administration	(75)	(227)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	28	71
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other – R&D tax offset	-	33
Net operating cash flows	(61)	(213)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	(50)
(b) equity investments	-	-
(c) other fixed assets	(3)	(13)
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	2	2
(c) other fixed assets	-	2
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other	-	-
Net investing cash flows	(1)	(59)
1.13 Total operating and investing cash flows (carried forward)	(62)	(272)

+ See chapter 19 for defined terms.

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Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(62)	(272)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	653
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other - share issue costs	-	(34)
	Net financing cash flows	-	619
	Net increase (decrease) in cash held	(62)	347
1.20	Cash at beginning of quarter/year to date	1,825	1,416
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	1,763	1,763

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	25
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Payments to directors and director-related entities for directors' fees and superannuation contributions.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Not applicable

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Not applicable

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	75
Total	175

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	208	295
5.2 Deposits at call	1,555	1,530
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,763	1,825

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	EL09/1690	Application withdrawn	100%	-
6.2 Interests in mining tenements acquired or increased	EL09/1776	Application	-	90%

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Appendix 5B
Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (cents)	Amount paid up per security (cents)
7.1 Preference ⁺securities				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 ⁺Ordinary securities Ordinary fully paid shares	30,588,226	30,588,226		Fully paid
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 ⁺Convertible debt securities (<i>description</i>)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options			<i>Exercise price</i>	<i>Expiry date</i>
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures (<i>totals only</i>)				
7.12 Unsecured notes (<i>totals only</i>)				

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Compliance statement

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
2. This statement does give a true and fair view of the matters disclosed.

Sign here:



Frank Campagna
Company Secretary

Date: 28 July 2010

Print name:

Frank Campagna
Company Secretary

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
3. **Issued and quoted securities.** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
4. The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
5. **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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