

ASX ANNOUNCEMENT – 7 December 2015

PLACEMENT AND ENTITLEMENT OFFER TO RAISE UP TO \$533,500 TO FUND QUEENSLAND PROJECTS AND ASSESSMENT OF NEW OPPORTUNITIES

Funds to underpin assessment of new gold and base metals project opportunities and exploration and asset management activities associated with the Company's Queensland copper-gold projects.

Overview

- Placement to sophisticated and professional investors to raise \$130,000.
- Additional placement to companies associated with directors of the Company to raise \$70,000, subject to shareholder approval.
- Syndicated to undertake a 1-for-6 non-renounceable entitlement offer at 0.5 cents per share together with 1 free attaching option for every 2 shares issued to existing eligible shareholders to raise approximately \$333,500 before costs. Existing eligible shareholders who take up their entitlements in full may apply for additional securities in excess of their entitlement. The entitlement offer will not be underwritten.
- Subscribers under the placements will also be offered the opportunity to subscribe for 1 free attaching option for every 2 shares issued.
- Proceeds from the placements and entitlement offer will be used to fund the assessment of new gold and base metals project opportunities outside of the existing North-West Queensland tenement holding, exploration and asset maintenance activities associated with the Company's Queensland copper-gold projects to ensure the tenement holding is kept in good standing, finalisation of mining lease approvals for the Barbara Joint Venture in association with CopperChem Limited, general working capital and administrative expenses and the expenses of the offers.

Placement

Syndicated Metals Limited (ASX: SMD) (**Company**) is pleased to announce that it has received acceptances from sophisticated and professional investors and from companies associated with two directors (Mr Langworthy and Mr Morgan) under a placement to raise \$200,000 (**Placement**).

The Placement will be undertaken in two tranches. 26,000,000 fully paid ordinary shares in the capital of the Company (**Shares**) will be issued shortly to unrelated sophisticated and professional investors under the Company's 15% placement capacity to raise \$130,000 (**Tranche 1 Placement**).

The balance of the Placement Shares (14,000,000 Shares) will be issued to companies associated with directors Mr Langworthy and Mr Morgan, subject to shareholder approval being obtained, also at an issue price of 0.5 cents per Share (**Tranche 2 Placement**) to raise \$70,000. It is expected a meeting will be held in late January 2016 to seek this shareholder approval.

Subscribers under the Placement will be offered the opportunity to subscribe for 1 free attaching unlisted option for every 2 Shares issued, with each option having an exercise price of 1.2 cents and expiring on 1 February 2018 (**Option**). This offer will be made under the prospectus for the Entitlement Offer referred to below (**Option Offer**). The issue of Options to subscribers under the Tranche 2 Placement will also be subject to shareholder approval.

In addition, the Company is offering existing eligible shareholders the opportunity to participate in a non-renounceable entitlement offer on the basis of **one** (1) Share for every **six** (6) Shares held on the record date at an issue price of 0.5 cents per Share, together with one free Option for every two Shares subscribed for (**Entitlement Offer**), to raise up to \$333,500 before expenses.

The funds raised under the Placement and the Entitlement Offer will be used to fund the assessment of new gold and base metals project opportunities outside of the existing North-West Queensland tenement holding, exploration and asset maintenance activities associated with the Company's Queensland copper-gold projects to ensure the tenement holding is kept in good standing, finalisation of mining lease approvals for the Barbara Joint Venture in association with CopperChem Limited, general working capital and administrative expenses and the expenses of the offers.

Entitlement Offer

Under the Entitlement Offer, the Company will offer up to approximately 66,707,350 Shares to shareholders with a registered address in Australia and New Zealand on the record date of 5:00pm (WST) on 17 December 2015, on a 1-for-6 basis, at an issue price of 0.5 cents per Share, and up to approximately 33,353,675 Options on the basis of one free attaching Option for every two Shares subscribed for.

Shareholders who apply for their full entitlement may also apply to participate in the shortfall, if any, by subscribing for additional Shares and free attaching Options in excess of their entitlement. The Entitlement Offer is not underwritten and there is no minimum subscription in relation to the Entitlement Offer.

As the Entitlement Offer is non-renounceable, rights cannot be transferred or sold. Shares issued under the Entitlement Offer will rank equally with existing ordinary shares in the Company. Shareholder approval is not required in relation to the Entitlement Offer.

Further details of the Entitlement Offer will be set out in a prospectus that will be sent to eligible shareholders, which the Company expects to lodge with ASIC and ASX on 10 December 2015. As noted above, the Entitlement Offer will not be offered to eligible shareholders who reside outside of Australia or New Zealand.

Use of Proceeds

The funds raised from the Entitlement Offer will be applied to the following activities:

- assessment of new gold and base metals project opportunities outside of the existing North-West Queensland tenement holding;
- exploration and asset maintenance activities associated with the Company's Queensland copper-gold projects to ensure the tenement holding is kept in good standing;
- finalisation of mining lease approvals for the Barbara Joint Venture in association with CopperChem Limited;
- general working capital and administrative expenses; and
- the expenses of the Entitlement Offer and the Option Offer.

Indicative Timetable

An indicative timetable for the Entitlement Offer is set out below:

Event	Date*
Announcement of Entitlement Offer and lodgement of Appendix 3B with ASX	7 December 2015
Prospectus lodged at ASIC and ASX	10 December 2015
Notice sent to Shareholders	14 December 2015
"Ex" Date (date Shares are quoted ex-rights)	15 December 2015
Record Date to determine entitlements	5.00pm (WST) 17 December 2015
Prospectus (together with Entitlement and Acceptance Form) despatched to Shareholders	22 December 2015
Opening Date	22 December 2015
Closing Date	22 January 2016
Shares quoted on a deferred settlement basis	25 January 2016
Notification to ASX of under subscriptions	28 January 2016
Issue date for Shares and Options	1 February 2016

** These dates are indicative only. The Directors reserve the right to vary the key dates without prior notice, subject to the ASX Listing Rules and the Corporations Act.*

An Appendix 3B in relation to the Entitlement Offer has been lodged. The Company will lodge Appendix 3Bs in relation to the Placement upon settlement of the Tranche 1 Placement and Tranche 2 Placement respectively. This announcement ends the Company's trading halt.

Management Comment

Syndicated's Managing Director, Mr Andrew Munckton, said "the Company is very pleased to have secured the support of new and existing sophisticated and professional investors to participate in the Placement.

We are also pleased to offer eligible shareholders the opportunity to participate in a capital raising on the same basis as the participants in the Placement under a 1 for 6 Entitlement Offer, with a free attaching option on a 1 for 2 basis.

While the market remains depressed for junior resource companies, Syndicated is currently working through a number of project assessments of gold and base metal assets and will continue to do so until an attractive asset is identified.

The North-West Queensland assets of the Company are being kept in good standing. CopperChem are continuing to manage the Barbara Project on behalf of the joint venture partners and Syndicated is evaluating opportunities and potential exploration partners at both the Mt Remarkable and Fountain Range projects."

ENDS

For further information:

Investors

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