

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

SYNDICATED METALS LIMITED

ABN

61 115 768 986

Quarter ended ("current quarter")

31 March 2016

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation (b) development (c) production (d) administration	(69)	(1,209)
1.3 Dividends received		
1.4 Interest and other items of a similar nature received	1	18
1.5 Interest and other costs of finance paid		
1.6 Income taxes (paid)/R&D benefit received		251
1.7 Other (provide details if material)		2
Net Operating Cash Flows	(180)	(1,476)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects (b) equity investments (c) other fixed assets		(4)
1.9 Proceeds from sale of: (a) prospects (b) joint venture earn-in (c) listed securities		10
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other (provide details if material)		
Net investing cash flows	0	6
1.13 Total operating and investing cash flows (carried forward)	(180)	(1,470)

+ See chapter 19 for defined terms.

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1.13	Total operating and investing cash flows (brought forward)	(180)	(1,470)
Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	250	450
	Funds held in trust for share issue awaiting shareholder approval	101	101
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings		
1.18	Capital raising costs	(39)	(42)
1.19	(Payments for)/refunds of security deposits		
	Net financing cash flows	312	509
	Net increase (decrease) in cash held	132	(961)
1.20	Cash at beginning of quarter/year to date	613	1,706
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	745	745

Payments to directors of the entity, associates of the directors, 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	74
1.24	Aggregate amount of loans to the parties included in item 1.10	

1.25 Explanation necessary for an understanding of the transactions

Directors remuneration

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

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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

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+ 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	92
4.2 Development	-
4.3 Production	-
4.4 Administration	90
Total	182

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	345	613
5.2 Deposits at call	400	
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	745	613

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Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	Nil		
6.2	Interests in mining tenements and petroleum tenements acquired or increased	EPM 14281 (Northern Hub – Mt Remarkable Project)	Syndicated Metals Limited previously owned 80% of the Base Metal Rights on this tenement and agreement was reached with Deep Yellow Limited to acquire the tenement in full for a 1% NSR on mineral production from the tenement. The tenement has now been transferred to Syndicated Metals Limited.	80% of Base Metals Rights.
				100%. Transfer of tenement to SMD from Deep Yellow complete.

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 (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference securities			
	(description)			
7.2	Changes during quarter			
	(a) Increases through issues			
	(b) Decreases through returns of capital, buy-backs, redemptions			
7.3	+Ordinary securities	464,242,464	464,242,464	
7.4	Changes during quarter			
	(a) Increases through issues	63,998,364	63,998,364	
	(b) Decreases through returns of capital, buy-backs			

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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>(description and conversion factor)</i>	2,252,250 2,252,250 2,252,257 5,000,000 44,999,182		<i>Exercise price</i> 16.4 cents 20.5 cents 24.6 cents 6.4 cents 1.2 cents	<i>Expiry date</i> 29 May 2016 29 May 2016 29 May 2016 9 Jan 2017 8 Feb 2018
7.8	Issued during quarter	44,999,182		<i>Exercise price</i> 1.2 cents	<i>Expiry date</i> 8 Feb 2018
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Performance Rights	2,500,000 4,750,000 4,750,000 250,000 250,000 250,000 150,000 150,000 150,000 2,452,473 3,471,231		<i>Vesting conditions</i> 10 day VWAP exceeds \$0.30 10 day VWAP exceeds \$0.45 10 day VWAP exceeds \$0.60 10 day VWAP exceeds \$0.30 10 day VWAP exceeds \$0.45 10 day VWAP exceeds \$0.60 10 day VWAP exceeds \$0.30 10 day VWAP exceeds \$0.45 10 day VWAP exceeds \$0.60 10 day VWAP exceeds \$0.06675 10 day VWAP exceeds \$0.11125	<i>Expiry date</i> 29 May 2016 29 May 2016 29 May 2016 8 Nov 2016 8 Nov 2016 8 Nov 2016 19 Feb 2017 19 Feb 2017 19 Feb 2017 21 Oct 2018 21 Oct 2018
7.12	Unsecured notes <i>(totals only)</i>				

+ See chapter 19 for defined terms.

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 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:Date: 29 April 2016
(Company secretary)

Print name: Paul Bridson

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 and petroleum 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 or petroleum 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 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting 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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