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## **POSITIVE EXPLORATION RESULTS ENHANCE KALMAN SOUTH JOINT VENTURE**

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### **HIGHLIGHTS**

- Early stage exploration within the Kalman South Joint Venture continues to highlight the potential of the Pilgrim Fault Zone for the discovery of further deposits.
- Soil geochemical sampling has identified co-incident molybdenum-copper-gold anomalism along strike of the Kalman Deposit in a comparable stratigraphic/structural position.
- Reconnaissance RC drilling identified anomalous copper and molybdenum mineralisation in altered rocks similar to the host of the Kalman molybdenum-rhenium-copper-gold deposit.
- Drill results comparable in grade and width to shallow historical holes drilled at Kalman in the 1990's but now understood to have drilled into the halo of the main Kalman deposit.
- Results considered a strong indication that economic mineralisation may be found at depth.
- A wide intercept of gold mineralisation in K90 (25 metres at 0.48g/t Au) has identified a new potentially important mineralisation style for the Pilgrim fault zone.
- New copper-molybdenum anomaly called Python is yet to be drilled.

On October 30<sup>th</sup> 2009 Syndicated Metals Limited's ("**Syndicated**") (**ASX: SMD**) partner in the Kalman South Joint Venture, Kings Minerals NL ("**Kings**") (**ASX: KMN**), released its quarterly report to the ASX containing a number of significant exploration results from within EPM13870 (the "Kalman South Joint Venture").

The Kalman South Joint Venture is located approximately 60 kilometres southeast of Mount Isa in Northwest Queensland. (*Refer to Figure 1*). Syndicated holds a 49% interest in EPM13870 which hosts a substantial section of the Kalman molybdenum-rhenium-copper-gold deposit. Kings can earn up to a 70% interest in EPM 13870 by completing a final feasibility study by May 2012.

Kings reported the completion of an extensive program of soil sampling, geological mapping and RC drilling along strike to the south of the Kalman deposit including 70 line kilometres of soil sampling to extend the historical soil geochemical coverage to the full strike extent of the Pilgrim Fault Zone within EPM13870. In the northern part of the tenement in the Kalman-Pelican area historical soil geochemistry identified three distinct zones of anomalous copper mineralisation, only one of which has been drill tested. There is no historical molybdenum soil data in this area.

The new sampling extended the strong copper in soil geochemical anomalies south to the Serendipity prospect. South of Serendipity the strength of the anomalies diminishes but still forms a coherent signature over the newly defined Python prospect. The Python-Serendipity zone is also host to a low-tenor molybdenum anomaly which occurs over a strike length of 4.5 kilometres in association with quartz veining and altered metasediments.

A program of step-out RC drilling (3878 metres in 19 holes) was completed on sections 200 metres apart for a distance of about 3 kilometres south of the Kalman deposit. All holes intercepted copper-molybdenum mineralisation within albite altered metasediments in a continuous zone that coincides with the anomalous soil geochemistry.

Peak values include **5 metres at 188ppm Mo in K-77 and 22 metres at 0.21% Cu in K-84. At Serendipity K-90 returned 25 metres at 0.48g/t Au.** The Python anomaly has not yet been drilled.

Kings states that it considers the drill results to be comparable in grade and width to a number of shallow historical holes that were drilled at Kalman in the 1990's but which are now understood to have been drilled into the halo of the deposit. In summary it considers the results are a strong indication that economic mineralisation may be found at depth.

This work is considered to have considerably progressed exploration within the Kalman South joint venture, generating a range of new drilling targets and enhancing the potential for further discoveries.

Further metallurgical testwork was completed on samples from the Kalman deposit with the aim of evaluating various flotation reagent regimes and conditions to produce the highest recoveries of the valuable metals to a rougher concentrate. The test work consistently produced high metal recoveries with some outstanding results. The optimum conditions have been selected and will be used for further work to produce quantities of flotation concentrate for further test work aimed at producing commercial grade products.

Refer to Kings Quarterly Report dated October 30<sup>th</sup> 2009 for full details of the work completed.

## ***Company Background***

Syndicated is focused on the discovery and development of base metal deposits, principally in the mineral-rich Mount Isa region in Northwest Queensland.

Syndicated listed on the ASX in December 2007 and has since generated a significant metal resource inventory in the Mount Isa region comprising its interests in the Barbara (copper) and Kalman South (molybdenum-rhenium-copper-gold) deposits.

The Mount Remarkable Project (including the Barbara copper deposit) comprises a group of mostly contiguous tenements covering over 800 square kilometres. The project tenements are located about 60 kilometres northeast of Mount Isa within close proximity to existing infrastructure and are considered prospective for copper-gold and sediment hosted lead-zinc-silver style mineralisation. Historical uranium prospects are also present within the tenements.

Syndicated holds an interest in EPM13870 forming part of the Kalman molybdenum-copper-gold-rhenium deposit, where Syndicated is free carried to completion of a final feasibility study. An updated resource estimate was announced in September 2008 for the Kalman South project and scoping study work on the entire Kalman deposit is currently being undertaken by the joint venture partner, Kings Minerals NL.

In addition Syndicated has a 100% interest in the Exmouth project in Western Australia which is considered prospective for silver, base metals and uranium as well as phosphate.

Sun Metals Corporation Pty Ltd, a subsidiary of Korea Zinc Company Ltd, holds a 10.5% interest in Syndicated.

For further information on the Company, contact the Managing Director, Russell Davis on 0419 195 087 or view our website at: [www.syndicatedmetals.com.au](http://www.syndicatedmetals.com.au)

## ***Competent Persons Statement***

The information in this report that relates to Exploration Results or Mineral Resources is based on information compiled by Mr Russell Davis and Mr Mark Whittle who are Members of The Australasian Institute of Mining and Metallurgy (MAusIMM) and who have sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Mr Davis and Mr Whittle are full-time employees of Syndicated Metals Limited and consent to the inclusion in the report of the Exploration Results and Mineral Resources in the form and context in which they appear.

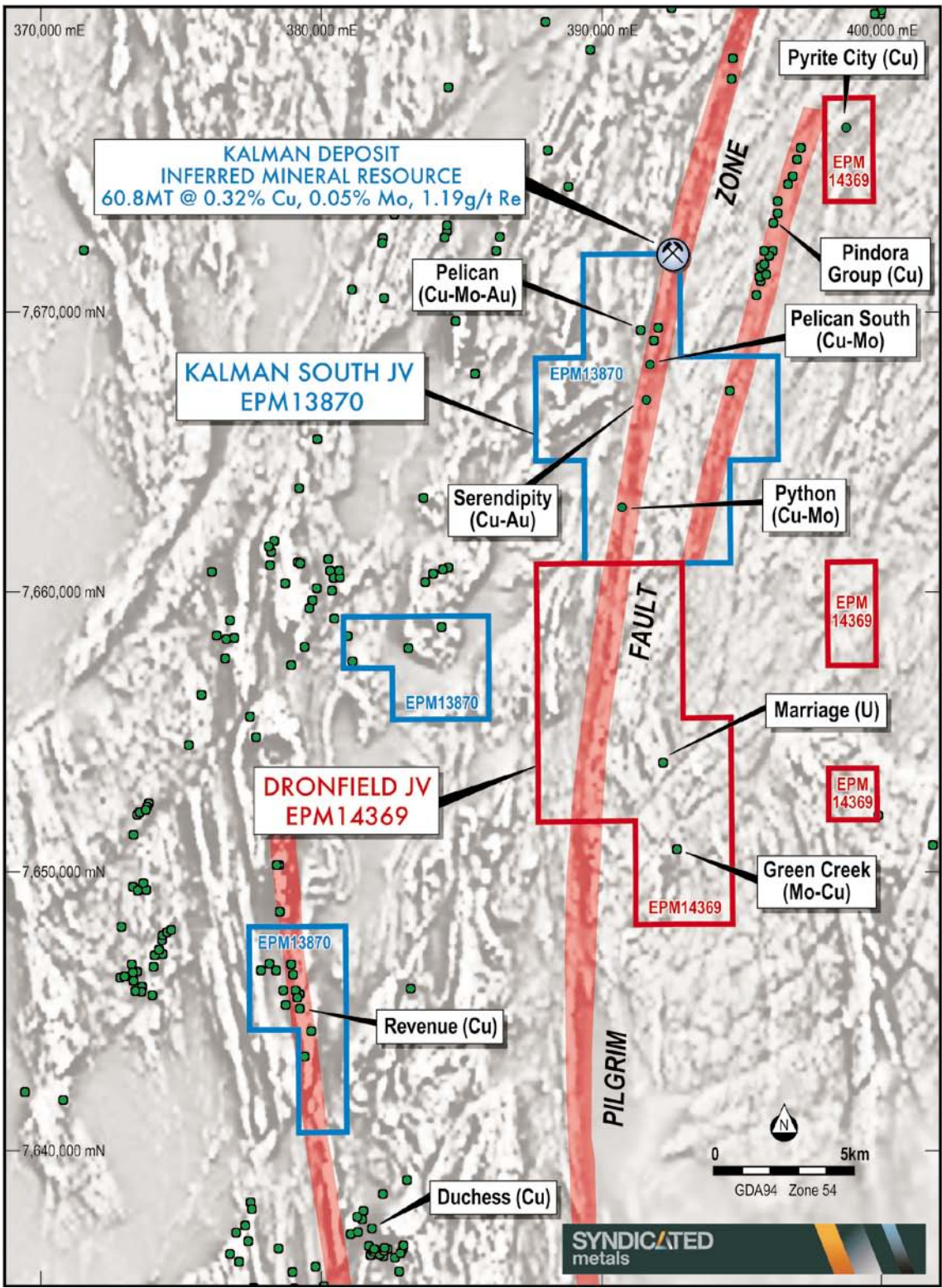


Figure 1: Kalman South Joint Venture (EPM13870)