

September 10<sup>th</sup> 2008

Manager Announcements  
Companies Announcements Office  
Australian Securities Exchange Limited  
Level 4, 20 Bridge Street  
Sydney NSW 2000

## KALMAN SOUTH MINERAL RESOURCE UPDATE

### HIGHLIGHTS

- **Updated Inferred Mineral Resource Estimate announced for Kalman deposit – within EPM13870 (Kalman South Joint Venture) - of 36.7 million tonnes at 0.31% Cu, 0.06% Mo, 1.46g/t Re and 0.15g/t Au**
- **Based on updated estimate, EPM13870 currently contains an estimated 112,400 tonnes of copper, 20,400 tonnes of molybdenum, 1.7 million ounces of rhenium and 173,000 ounces of gold**
- **Potential for discovery of further high grade zones in drill holes below K106A which returned 7.65 metres @ 23.4% Cu within a broader zone of 232 metres @ 1.33% Cu**

**Syndicated Metals Limited (ASX:SMD)** is pleased to advise that an updated mineral resource estimate was today (10<sup>th</sup> September 2008) announced by Kings Minerals NL (ASX: KMN) for the Kalman molybdenum-copper-gold-rhenium deposit located 60 kilometres southeast of Mount Isa in northwest Queensland.

Under the Kalman South Joint Venture between Syndicated and Kings Minerals, Kings is earning up to a 70% interest in EPM13870 which covers the southern part of the Kalman deposit. Syndicated is free carried at Kalman South to completion of a final feasibility study.

### **Kalman South Project – Updated Mineral Resource Estimate**

In its announcement to the Australian Securities Exchange (ASX), Kings announced an updated total mineral resource estimate for the Kalman Project of 60.8 million tonnes grading 0.32% Cu, 0.05% Mo, 1.19g/t Re and 0.15g/t Au. The initial mineral resource estimate for the Kalman deposit was reported on December 20<sup>th</sup> 2007.

The southern part of the deposit as defined to date within EPM 13870 was reported at **36.7 million tonnes grading 0.31% Cu, 0.06% Mo, 1.46g/t Re and 0.15g/t Au**, up significantly from the previously reported mineral resource estimate of 29.4 million tonnes at 0.33% Cu, 0.06% Mo and 0.15g/t Au.. Rhenium (Re) was not included in the previous estimate.

The Mineral Resource reported by Kings as situated within EPM13870 is shown in Table 1 below. A copper domain and an internal molybdenum domain were modelled, with a further breakdown into mineralization potentially mineable by open pit methods above the -100m RL and mineralization potentially mineable by underground methods below the -100m RL.

Domain	Cut-off Grade	Tonnes millions	Cu %	Mo %	Re g/t	Au g/t	Tonnes Cu	Tonnes Mo	Ounces Re	Ounces Au
Copper	0.2%Cu	15.3	0.35	0.002	-	0.15	53,600	400	-	76,100
Molybdenum	0.02%Mo	17.5	0.22	0.11	2.88	0.11	38,700	18,400	1,623,700	61,400
<b>Open Pit</b>		<b>32.9</b>	<b>0.28</b>	<b>0.06</b>	<b>1.54</b>	<b>0.13</b>	<b>92,300</b>	<b>18,800</b>	<b>1,623,700</b>	<b>137,500</b>
Copper	0.5%Cu	2.4	0.66	0.004	-	0.38	16,100	100	-	29,300
Molybdenum	0.05%Mo	1.3	0.29	0.12	2.15	0.14	3,900	1,500	93,300	6,200
<b>Underground</b>		<b>3.8</b>	<b>0.53</b>	<b>0.04</b>	<b>0.77</b>	<b>0.29</b>	<b>20,000</b>	<b>1,600</b>	<b>93,300</b>	<b>35,500</b>
<b>Total</b>		<b>36.7</b>	<b>0.31</b>	<b>0.06</b>	<b>1.46</b>	<b>0.15</b>	<b>112,400</b>	<b>20,400</b>	<b>1,717,000</b>	<b>173,000</b>

**Table 1: Updated Kalman Inferred Mineral Resource Estimate within EPM13870**

EPM13870 contains approximately 60% of the tonnes of the total updated resource, 58% of the estimated contained copper, 67% of the estimated contained molybdenum, 74% of the estimated contained rhenium and 59% of the estimated contained gold.

Considerable potential exists for the discovery of further high grade zones within drill holes below K106A which returned 7.65 metres at 23.4% Cu within a broader zone of 232 metres at 1.33% Cu.

In its announcement today, Kings stated that, with the significant amount of contained rhenium and an improved understanding of the controls on mineralization, it is confident the mineral resource will provide a solid basis for ongoing pre-development studies on the deposit.

*For full details of the Mineral Resource Estimate, refer to the ASX release made by Kings on September 10<sup>th</sup> 2008.*

## Background

Syndicated's other interests in the Mt Isa region include the Mt Remarkable Project, located around 60 kilometres northeast of Mt Isa. This project, which comprises mostly contiguous tenements covering over 900 square kilometres, is prospective for copper, copper-gold and sediment hosted lead-zinc-silver style mineralisation.

A RC drilling program has recently been completed on the Barbara copper prospect and a diamond drilling program is due to commence shortly.

Syndicated also holds a 100% interest in the Exmouth project in Western Australia which is considered prospective for base metals, uranium and phosphate.

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

Yours faithfully,



Russell Davis  
Managing Director

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

*The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Rob Stewart who is a Member of the Australian Institute of Geoscientists. Mr Stewart is a full time Employee of Kings Minerals NL and has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Stewart consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.*

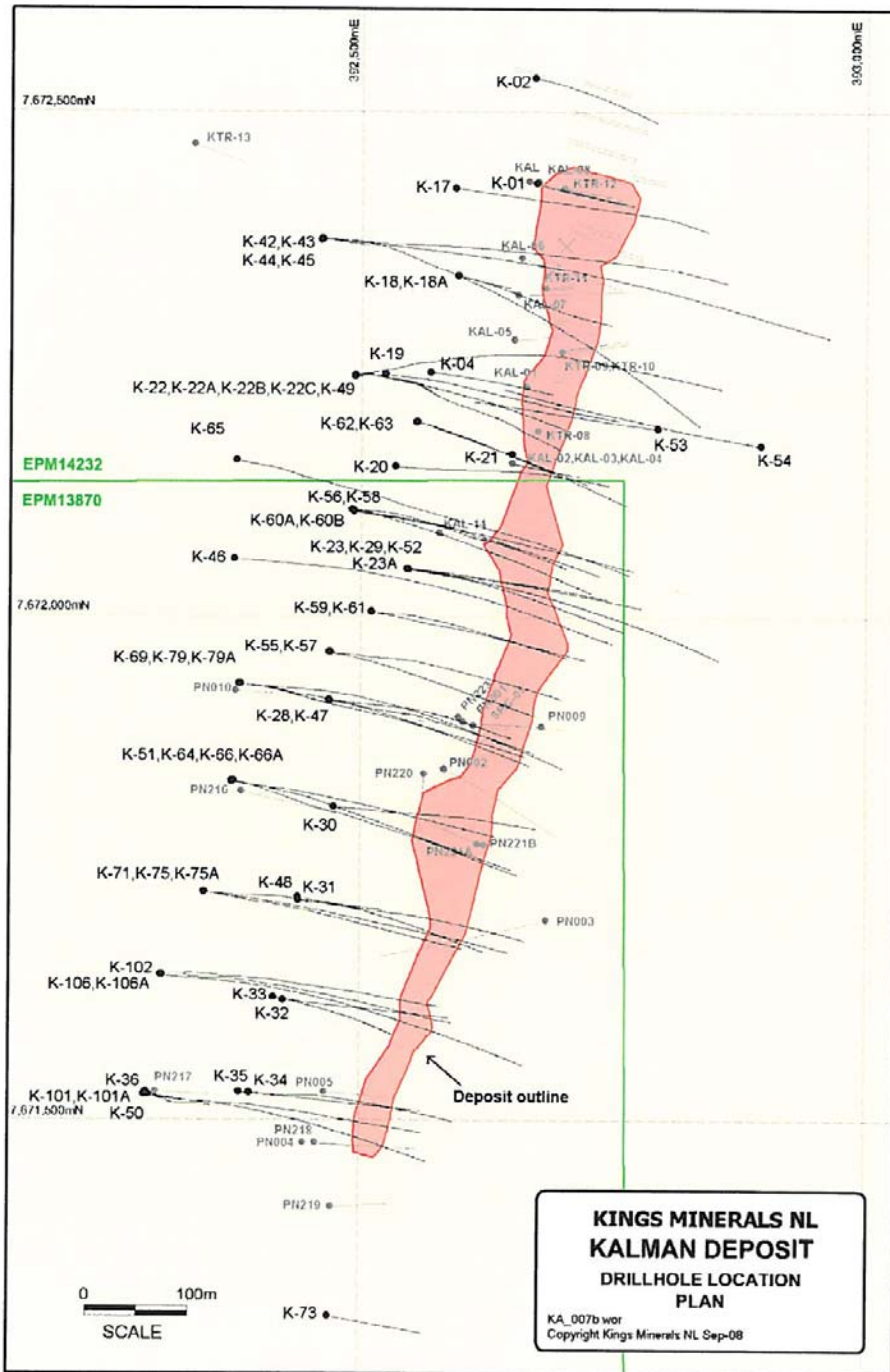


Figure 1: Drillhole Location Plan

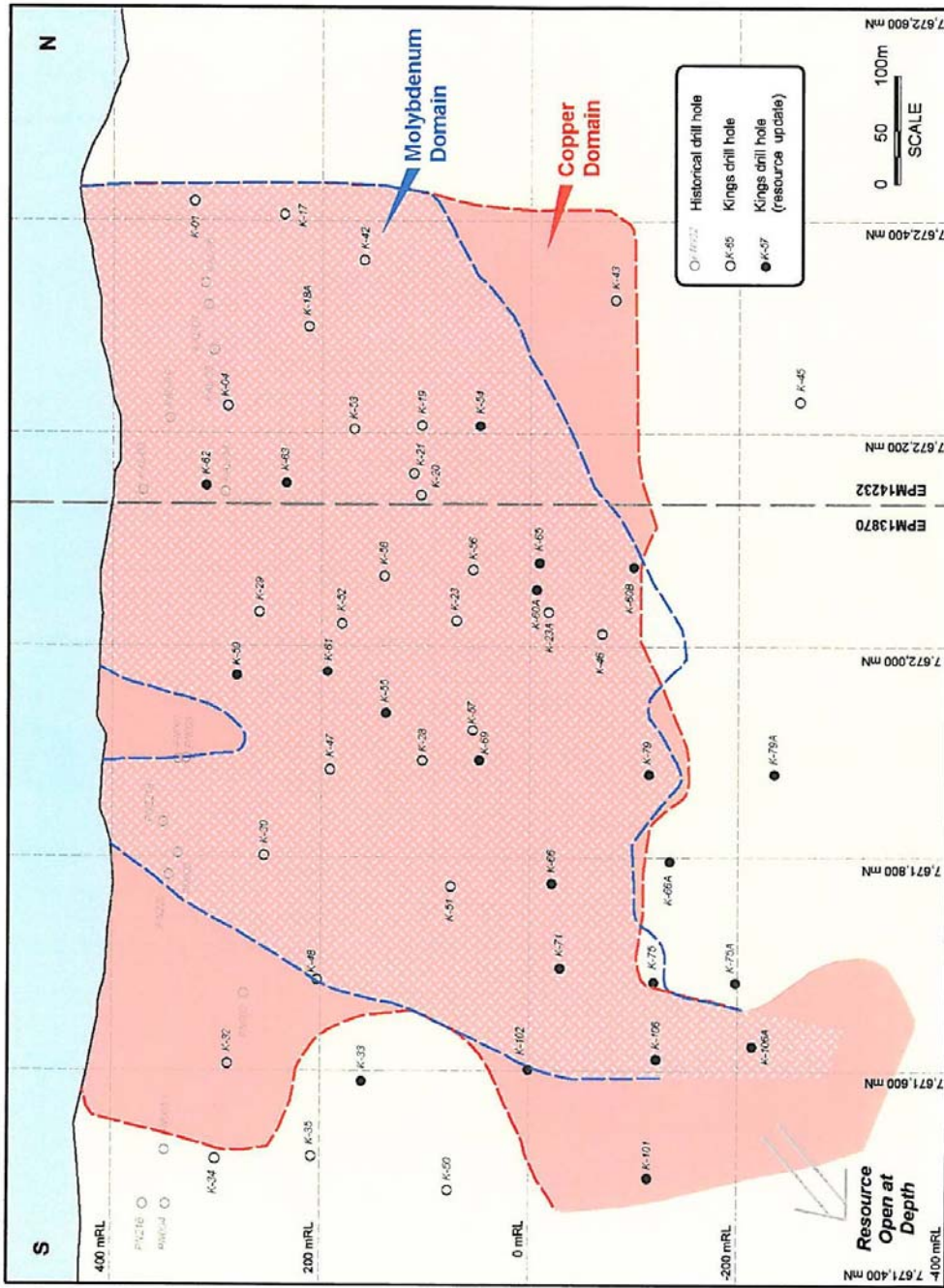


Figure 2: Kalman Deposit Longsection – Current Resource Outline