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

SYNDICATED STRENGTHENS TENEMENT POSITION AROUND KALMAN WITH ALTONA AGREEMENT

HIGHLIGHTS

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- Agreement reached with Altona Mining Limited to acquire a 100% interest in four strategic exploration licenses complementing the Company's Kalman South and Mount Remarkable projects near Mount Isa;
 - Agreement includes acquisition of Dronfield Joint Venture tenement (EPM14369) which covers a nine kilometre section of the Pilgrim Fault Zone and abuts EPM13870 (Syndicated 49%) that contains a significant portion of the Kalman molybdenum-rhenium-copper-gold deposit;
 - High priority copper and gold anomalies already identified at Dronfield with drilling targets presently being finalised;
 - Historical Nil Desperandum mine, 30 kilometres southwest of Kalman, also included. Previous drilling returned significant widths of high grade copper and gold mineralisation including **22 metres at 2.23% Cu and 0.26g/t Au and 19 metres at 2.32% Cu and 0.56g/t Au.**
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Syndicated Metals Limited (ASX:SMD) "Syndicated" is pleased to announce the acquisition of four tenements from Altona Mining Limited (ASX:AOH) "Altona", formerly Universal Resources Limited. The tenements are considered highly prospective for copper, gold, molybdenum, rhenium, uranium, lead and zinc and significantly enhance Syndicated's current tenement holdings at its Mount Remarkable and Kalman South project areas near Mount Isa in Northwest Queensland.

Terms of the Acquisition

- The tenements have been acquired for a total consideration of 1.5 million ordinary shares in Syndicated;
- The issue of up to 500,000 of the 1.5 million shares is contingent on the term of three of the tenements (EPMs 14366, 14545 and 14362) being renewed by the Queensland Mines Department;
- The issued shares will be escrowed for 12 months;
- Altona retains no residual rights with respect to the tenements.

EPM14369 “Dronfield”

EPM14369 is currently held in a Joint Venture between Syndicated and Altona whereby Syndicated can earn up to a 70% interest in the tenement. The Joint Venture will terminate upon completion of the acquisition.

The tenement covers a nine kilometre strike length of the highly prospective Pilgrim Fault Zone and abuts EPM13870 (Syndicated 49%) which contains a significant portion of the Kalman Mo-Re-Cu-Au deposit.

Syndicated has recently outlined several strong copper and gold soil anomalies within the tenement along the Pilgrim Fault zone. Following further soil and rock chip sampling to better define the anomalies the higher priority targets will be drill tested.

To the east of the Pilgrim Fault a number of elevated gold in stream anomalies are present which require follow-up. Syndicated considers that these areas have potential for Tick Hill style gold mineralisation.

The tenement also partially encompasses the boundary of the Wimberu Granite. This intrusion is of similar age to granite suites in the eastern portion of the Mount Isa region which are considered to be fundamentally important in the formation of iron oxide copper gold (IOCG) deposits such as the Ernest Henry deposit. The possibility that the margin of the intrusion may host an IOCG style alteration system has yet to be investigated.

EPM14366 “Bushy Park”

EPM14366 is located to the southwest of EPM14369 (Figure 1) and covers a number of historical copper-gold workings including the Nil Desperandum mine. Previous drilling at Nil Desperandum returned significant high grade copper and gold intersections including:

- 22 metres at 2.23% Cu and 0.26g/t Au from 109 metres
- 11 metres at 2.11% Cu and 0.27g/t Au from 155 metres
- 19 metres at 2.32% Cu and 0.56g/t Au from 112 metres
- 6 metres at 5.22% Cu and 0.84g/t Au from 21 metres

Follow up drilling designed to extend and better define the mineralisation is planned.

EPM14545 “Marumba”

This tenement abuts the Mount Remarkable Project and is located to the northwest of the Mary Kathleen uranium mine. The tenement has potential for uranium and lead-zinc deposits and covers a radiometric anomaly which has not been investigated, as well as parts of the Deighton Pass Synform which contains Corella Formation sediments interpreted to be of the same age to those which host the Dugald River Pb-Zn deposit.

EPM14362 “Malbon Vale”

EPM14362 is located to the north of EPM14366 and covers several aeromagnetic features which have not yet been fully investigated.

COMMENT

Commenting on the acquisition, Syndicated's Chairman, Martin Pyle said:

"This acquisition further consolidates Syndicated's ground position in the Kalman area and in particular over the highly prospective Pilgrim Fault Zone. The discovery of the Kalman deposit in which Syndicated has a significant interest, along with the numerous new targets emerging along this major regional structure highlight- the potential of the area for further significant discoveries." "Drilling of the priority Dronfield targets is expected to commence in the fourth quarter of 2010."

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-gold) 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 1100 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.

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.

Korea Zinc Company Ltd, through its Australian subsidiaries holds a 14.9% interest in Syndicated.

For further information on the Company view our website at www.syndicatedmetals.com.au or contact:

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COMPETENT PERSONS' STATEMENTS

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.

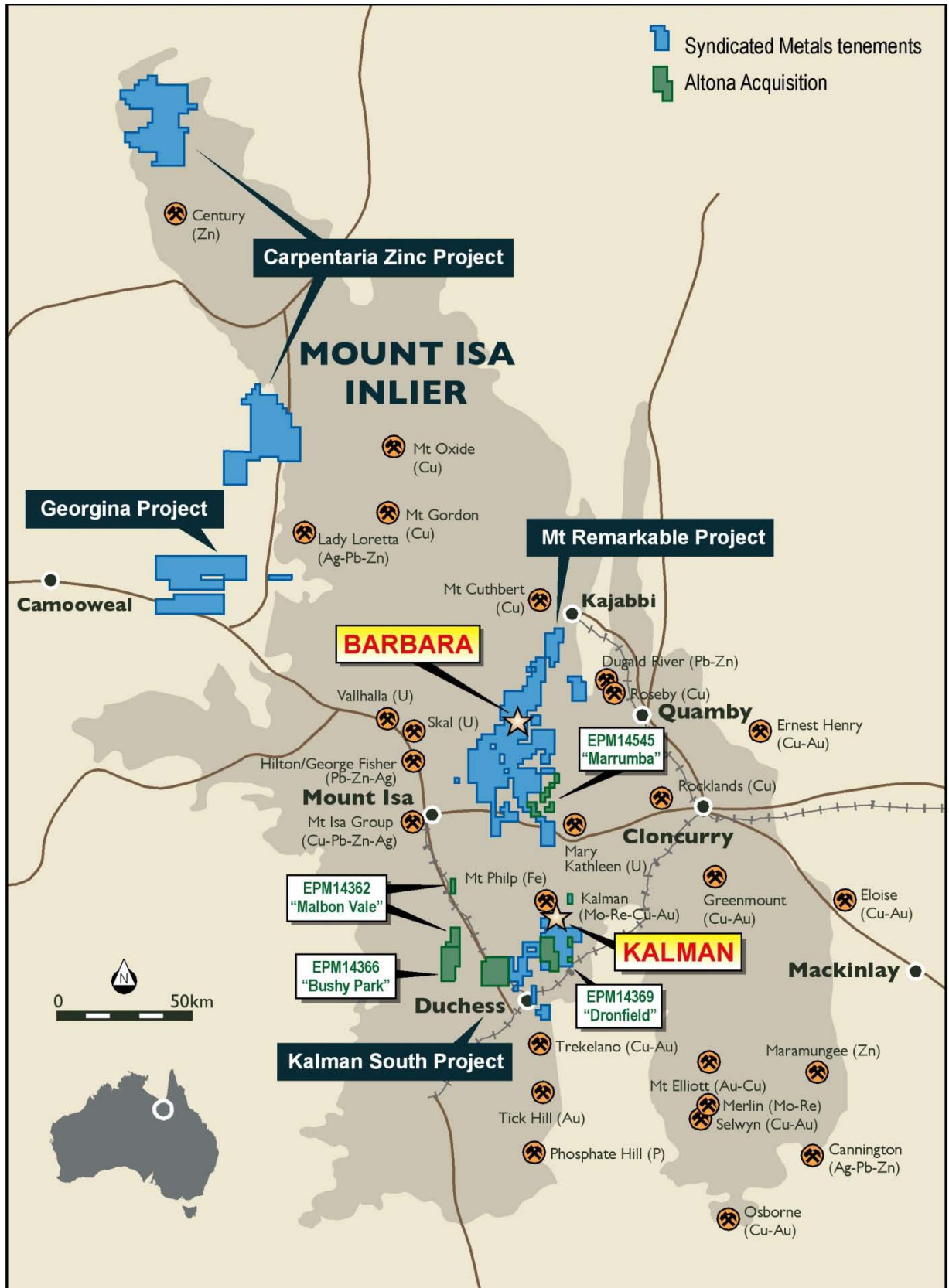


Figure 1: Location Plan

