



December 1<sup>st</sup> 2010

Manager Announcements  
Companies Announcements Office  
ASX Limited  
Level 4, 20 Bridge Street  
Sydney NSW 2000

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## COMPANY UPDATE

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Syndicated Metals Limited (**ASX: SMD, "Syndicated"**) is pleased to announce a share placement of 20,000,000 ordinary fully paid shares in the capital of the Company ("**Shares**") at 15 cents per Share to raise \$3.0 million. The funds will predominantly be used to advance Syndicated's Mount Remarkable copper-gold project located in the Mount Isa region of Northwest Queensland as well as general working capital.

The placement was made to institutional and sophisticated investors in the UK, Europe, Hong Kong and Australia and is being undertaken in two tranches:

- tranche 1 consists of the issue of 10,600,000 Shares within the Company's 15% placement capacity under Listing Rule 7.1 of the ASX Listing Rules;
- tranche 2 consisting of 9,400,000 Shares to be issued following shareholder approval which will be sought at a General Meeting of shareholders to be held on or about 14 January 2011.

Existing cornerstone shareholder, Korea Zinc - through its 100% owned Australian subsidiary Colwell Kennedy Australia Pty Ltd - will contribute to both tranches of the share placement, thereby maintaining its 14.9% interest in Syndicated.

Lead manager to the placement was Veritas Securities Limited.

Syndicated's cash balance following the completion of the two tranches is expected to be approximately \$4.7 million.

The Board of Syndicated welcomes the new offshore and Australian investors to the Company as well as expressing appreciation for the ongoing support of existing shareholders including Korea Zinc during this exciting period of growth for the Company.

## **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](http://www.syndicatedmetals.com.au) or contact:

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