

June 24th 2011

SYNDICATED LOOKS TO EARLY MINE DEVELOPMENT WITH KALMAN FOCUS – DRILLING SET TO COMMENCE

HIGHLIGHTS

- High-priority Kalman targets to be focus of revised drilling program;
- Drilling set to recommence in early July targeting shallow open-pittable copper-gold and molybdenum-rhenium mineralisation;
- Kalman expected to significantly boost potential for early mine development at Syndicated's Mount Isa projects;
- EM survey to commence at exciting Andy's Hill 'Ernest Henry-style' iron-oxide copper-gold target 8km west of Kalman;
- Development studies and permitting for Barbara mining lease application in progress;
- Final drilling results received and resource estimates for Blue Star and Green Zone underway.

Following the restructure of the Kalman Joint Venture announced in May 2011, Syndicated Metals Limited (ASX:SMD) now has management of two advanced base metal projects in the Mount Isa region of Northwest Queensland with a combined resource inventory of 269,000 tonnes copper, 30,000 tonnes molybdenum, 2.3 million ounces of rhenium and 315,000 ounces of gold.*

The Company considers the Kalman and Barbara deposits to have considerable developmental synergies and preliminary mining and financial studies on potential development scenarios are being evaluated by Syndicated's consultants.

Kalman Joint Venture

Under the restructured Kalman Joint Venture with Cerro Resources NL (ASX:CJO) announced in May, Syndicated can earn up to an 80% interest in Cerro's +700 km² Mount Isa tenements including the Kalman polymetallic deposit, giving Syndicated control of one of the largest landholdings in the region.

Reviews carried out by Syndicated since assuming management of the joint venture has resulted in a revised drilling program for 2011. Drilling will now focus on targets at Kalman considered to have the potential to significantly add to Syndicated's existing copper-gold resources at Barbara.

Phase 1 of the Kalman program will comprise 5,000 metres of RC and diamond drilling designed to define shallow open-pittable copper-gold and molybdenum-rhenium mineralisation in the upper parts of the deposit.

(* Refer to Appendix 1 for details of Mineral Resources.)

DIRECTORS & MANAGEMENT

Martin Pyle
Chairman
Russell Davis
Managing Director
Bruce McCullagh
Non-Executive Director
Jan Hope
Non-Executive Director
Ki Deok (KD) Park
Non-Executive Director
Mark Whittle
Exploration Manager

CORPORATE

ABN 61 115 768 986
Market Capitalisation
(22/6/2011)
\$17 million (at 16.5c per share)
Issued Capital (22/6/2011)
104.25 million ordinary shares
21.5 million unlisted options
6.95 million listed 20c options
Cash (31/3/2011): \$3.85 million

CONTACT DETAILS

Principal & Registered Office
Level 1, 68 Hay Street
SUBIACO WA 6008
Phone
61 8 9380 9440
Fax
61 8 9380 9449
Email
info@syndicatedmetals.com.au
Website
www.syndicatedmetals.com.au
Postal Address
GPO Box 2810 Perth WA 6000

ASX CODE
SMD



Phase 2 of the drilling is designed to improve the definition of the underlying high grade core of the Kalman deposit.

Initial drilling results are expected in August with an updated resource estimate for Kalman expected to be completed by year's end followed by preliminary open pit and underground mine planning.

At the Andy's Hill iron-oxide copper-gold target located 8km west of Kalman a LANDTEM geophysical survey to enhance drill targeting will commence shortly. A Queensland government grant has been awarded to co-fund the drilling of this exciting "Ernest Henry style" copper-gold target.

Mount Remarkable

Drilling and Resource Estimation

Resource estimates are currently underway for Blue Star and Green Zone within the West Leichhardt Joint Venture (Syndicated 51% / Mount Isa Metals 49%) following completion of recent drilling programs.

At Blue Star drilling continued to return encouraging results. BSRC022 intersected a strongly sulphidic zone grading **8 metres @ 1.41% Cu and 0.11g/t Au**, 70 metres down dip of the **9 metres @ 6.12% Cu and 0.69g/t Au** in BSRC008 reported in May. .

At Green Zone, located about 400 metres from Barbara, the shallow RC drilling returned generally narrow intercepts with the best being **8 metres @ 1.8% Cu** from 6 metres in GZRC020. Strongly elevated cobalt in a pyritic alteration zone was intercepted in the northernmost drill holes closest to the North Gossan cobalt zone.

No significant results were returned from the four shallow RC holes drilled between the North and South Lodes at Barbara.

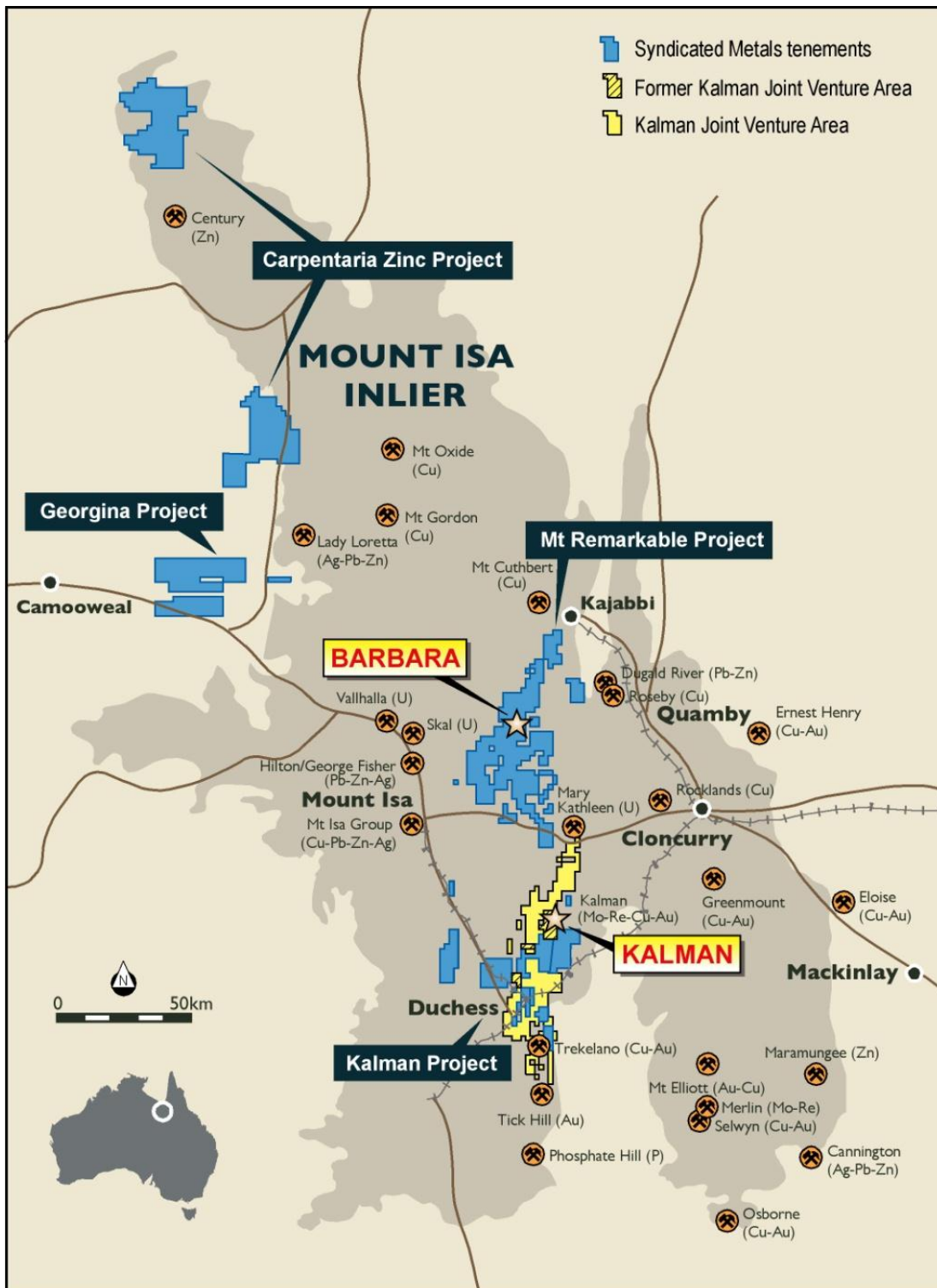
Initial mineral resource estimations are currently underway for both Blue Star and Green Zone and it is anticipated that they will be completed by the end of July. Quality assurance and specific gravity test work on the deposits has already been completed.

Results for the last phases of drilling at Mount Remarkable are tabulated below.

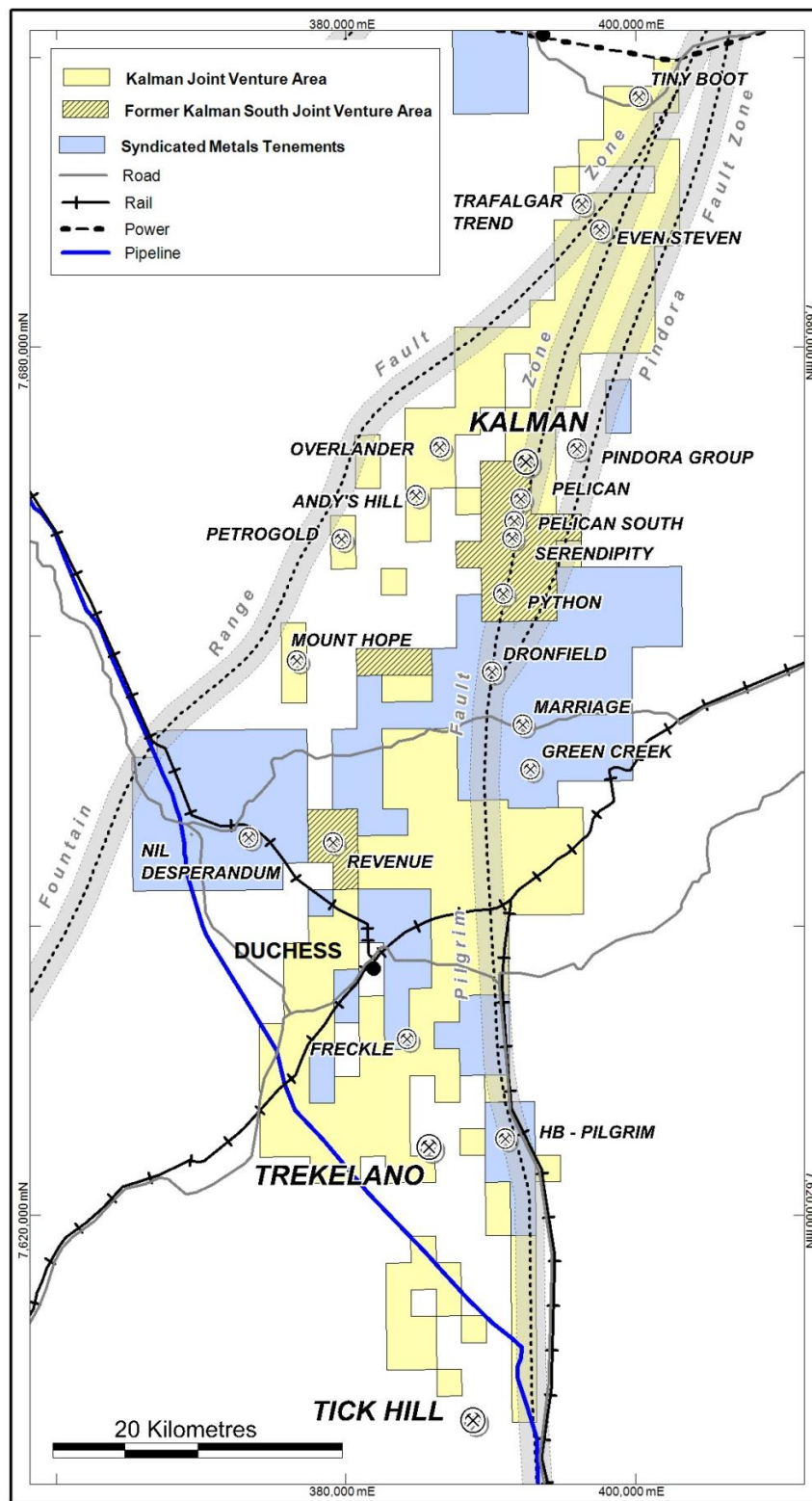
Mining Studies

The positive outcomes from the scoping level mining studies conducted on the Barbara copper-gold deposit gives Syndicated encouragement to proceed with a mining lease application.

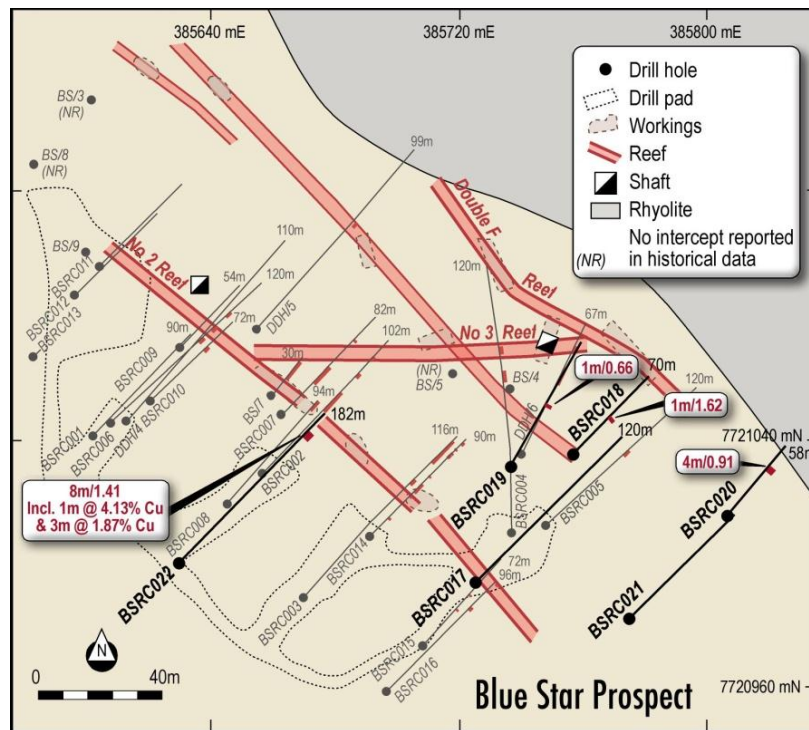
Development and environmental baseline studies continue at Barbara as part of the mining lease application requirements and suitable consultants are being engaged to facilitate the mining and environmental approvals process.



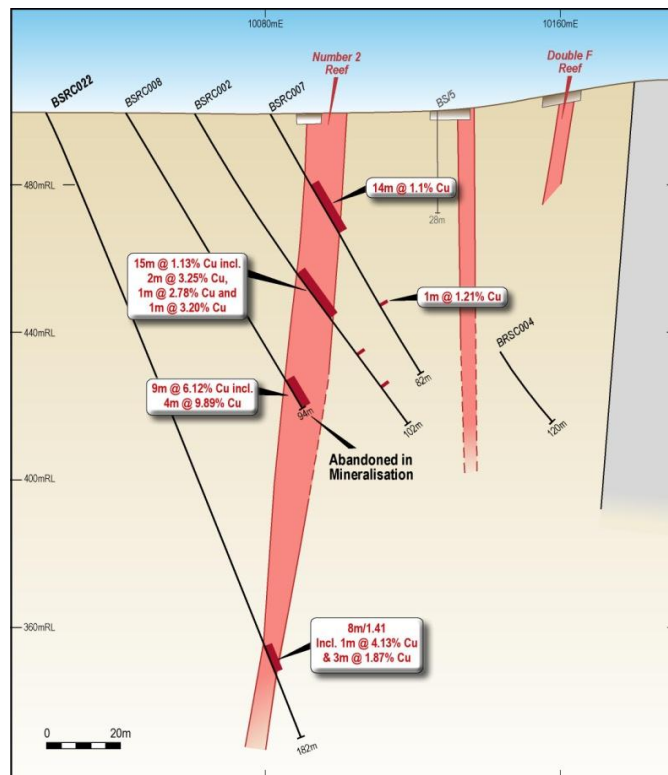
Project Locations



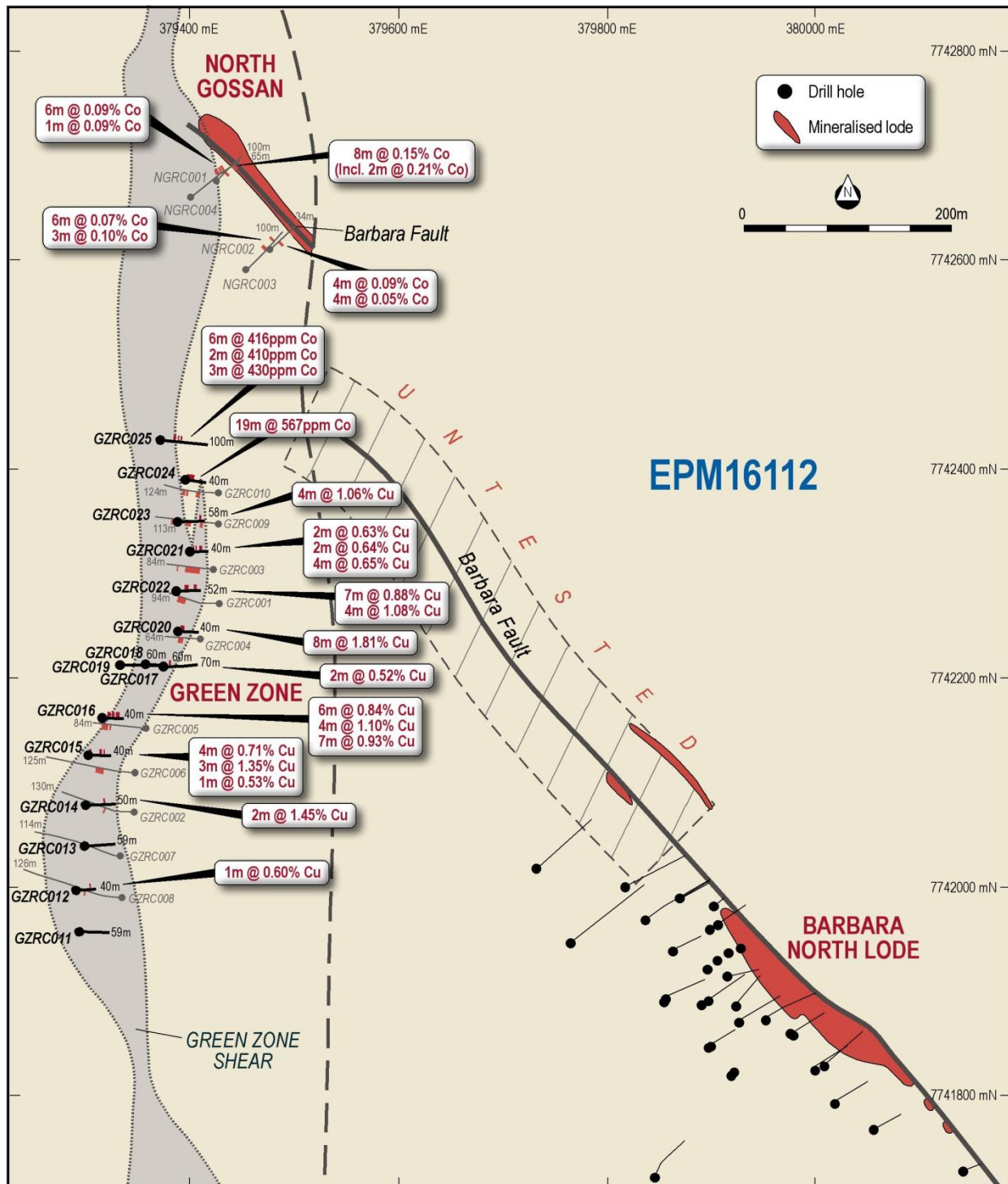
Kalman Project Area



Blue Star Drill Plan



Blue Star Drill Section



Green Zone Drill Plan

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

Company Background

Syndicated is focused on the discovery and development of base metal deposits within its prospective project areas in the mineral-rich Mount Isa region in Northwest Queensland.

Syndicated is building a significant metal resource inventory in the Mount Isa region with its interests in the Barbara (copper-gold) and Kalman South (molybdenum-rhenium-copper-gold) deposits, both within 60 kilometres of existing infrastructure at the Mount Isa mining centre.

Korea Zinc Company Ltd, through its Australian subsidiaries holds a 13% interest in Syndicated.

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

Russell Davis
Managing Director
T: 0419 195 087

Martin Pyle
Chairman
T: 0429 999 552

HOLE	E_GDA94	N_GDA94	RL	TD	Dip	Az_GDA		From	To	Width	Cu (%)	Au (g/t)	Ag (ppm)	Co (ppm)
BSRC007	385665	7721050	500	82	-60	45		23	37	14	1.10	0.20	1.1	91
							incl.	23	25	2	1.95	0.35	2.2	187
							and	35	37	2	3.76	0.50	3.9	228
							and	45	47	2	1.14	0.13	0.7	93
								60	61	1	1.21	0.11	0.4	71
BSRC008	385642	7721018	500	94	-60	45		85	94	9	6.12	0.69	5.3	328
							incl.	86	90	4	9.89	1.05	8.8	505
							No significant Intercepts							
BSRC009	385631	7721070	500	54	-60	45		47	51	4	1.65	0.23	1.4	178
BSRC010	385621	7721052	500	72	-60	45	incl.	47	49	2	2.5	0.18	2.3	294
BSRC011	385605	7721096	500	40	-60	45	No significant Intercepts							
BSRC012	385597	7721086	500	70	-60	45	No significant Intercepts							
BSRC013	385584	7721067	500	6	-60	45	No significant Intercepts							
BSRC014	385691	7721009	500	90	-60	45		14	15	1	0.77	0.09	0.7	31
								35	36	1	1.48	0.19	1.6	32
								38	45	7	1.55	0.12	1.3	36
							incl.	41	42	1	8.12	0.33	6.9	89
								53	54	1	1.65	0.06	1.2	32
								70	72	2	0.60	0.10	0.4	30
								73	74	1	0.69	0.14	0.5	45
								77	78	1	0.68	0.17	0.4	42
								82	84	2	0.64	0.10	0.6	37
								29	30	1	1.59	0.19	1.7	78
BSRC015	385709	7720975	500	72	-60	45		41	42	1	0.86	0.05	1	59
BSRC016	385697	7720960	500	96	-60	45		72	74	2	1.77	0.37	1.5	48
BSRC017	385726	7720995	500	120	-60	45	No significant Intercepts							
BSRC018	385757	7721035	500	70	-60	45		33	34	1	1.62		1.4	218
BSRC019	385738	7721032	500	88	-60	26		43	44	1	0.66		0.3	34
BSRC020	385807	7721016	500	58	-60	41		37	41	4	0.91		0.4	45
							incl.	40	41	1	1.30		1.4	41
BSRC021	385775	7720983	500	94	-60	45	No significant Intercepts							
BSRC022	385629	7721000	500	182	-68	45		155	163	8	1.41		1.2	114
							incl.	155	156	1	4.13		2.7	309
							and	160	163	3	1.87		1.3	173
GZRC011	379293	7741963	325	58	-60	90	No significant Intercepts							
GZRC012	379290	7742001	324	40	-60	90		27	28	1	0.60	0.01	0.3	139
GZRC013	379298	7742042	321	58	-60	90		7	8	1	0.2	0.10	0.1	240
GZRC014	379299	7742079	317	60	-60	90		36	38	2	1.45	<0.01	0.6	54
								40	41	1	0.92	<0.01	0.1	38
								1	5	4	0.71	0.03	0.1	161
								17	18	1	0.23	0.22	0.2	33
GZRC015	379302	7742125	315	46	-60	90		22	25	3	1.35	<0.01	0.3	42
								30	31	1	0.53	<0.01	0.2	183
								9	15	6	0.84	<0.01	0.4	87
							incl.	13	15	2	1.20	0.01	0.8	104
								18	22	4	1.10	0.11	0.5	81
GZRC016	379316	7742159	317	40	-60	90	incl.	20	22	2	1.33	0.16	0.6	102
								25	32	7	0.93	0.01	0.6	91
							incl.	27	30	3	1.23	0.02	0.9	102
								12	14	2	0.52	0.04	0.1	69
GZRC017	379371	7742202	314	76	-60	90		14	15	1	0.05	0.65	0.1	11
GZRC018	379351	7742205	315	60	-60	90	No significant Intercepts							
GZRC019	379323	7742204	316	100	-60	90	No significant Intercepts							
GZRC020	379387	7742240	313	46	-60	90		6	14	8	1.81	0.01	0.4	81
							incl.	9	11	2	3.19	0.03	0.8	97
GZRC021	379400	7742325	312	40	-60	90		7	9	2	0.63	0.05	0.2	80
								12	14	2	0.64	0.01	0.2	35
								22	26	4	0.65	0.001	0.1	42
								19	26	7	0.88	<0.01	0.2	46
GZRC022	379385	7742283	312	52	-60	90	incl.	23	25	2	1.41	<0.01	0.4	65
								38	42	4	1.08	<0.01	0.2	63
							incl.	38	40	2	1.46	<0.01	0.4	69
GZRC023	379386	7742357	311	58	-60	90		47	51	4	1.06	<0.01	0.5	63
							incl.	49	50	1	2.22	<0.01	1.1	103
GZRC024	379395	7742402	310	46	-60	96		1	19	19	0.00	0.01	0.1	567
								29	30	1	0.54	0.03	0.1	47
								27	33	6	-	<0.01	0.1	416
GZRC025	379368	7742444	313	100	-60	88		36	38	2	-	<0.01	0.1	410
								42	45	3	0.00	<0.01	0.1	430
								67	71	4	0.89	<0.01	0.2	37
								69	70	1	1.24	<0.01	0.1	30
							No significant Intercepts							
BARC067	380099	7741649	334	140	-78	62	No significant Intercepts							
BARC068	380104	7741698	334	100	-60	57	No significant Intercepts							
BARC069	380079	7741682	334	31	-80	57	No significant Intercepts							
BARC070	380090	7741733	336	58	-70	57		37	38	1	0.51	0	1.1	152
								42	47	5	0.63	0.06	0.86	270

Blue Star, Green Zone and Barbara Drill Results at 0.5% cut-off

Appendix 1

Kalman Inferred Mineral Resource Estimate

Domain	Cut-off Grade	Tonnes (million)	Mo (%)	Re (g/t)	Cu (%)	Au (g/t)	Tonnes Mo	Ounces Re	Tonnes Cu	Ounces Au
Copper Zone										
EPM14232	0.2% Cu	36.7	0.06	1.46	0.31	0.15	20,400	1,717,000	112,300	173,000
EPM13870	0.2% Cu	24.1	0.04	0.79	0.34	0.16	10,000	609,200	82,400	121,900
Total copper zone		60.8	0.05	1.19	0.32	0.15	30,400	2,326,200	194,700	294,900
Including the Molybdenum Zone										
EPM14232	0.02% Mo	17.5	0.11	2.88	0.22	0.11	18,400	1,632,700	38,700	61,400
EPM13870	0.02% Mo	7.4	0.12	2.56	0.34	0.17	8,900	609,200	25,300	40,800
Total molybdenum zone		24.9	0.11	2.78	0.26	0.13	27,300	2,241,900	64,000	102,200
<i>Source: Kings Minerals NL 2010 Annual Report - Refer to ASX release by Kings Minerals NL now Cerro Resources NL (ASX: CJO) dated September 10,2008 for full details of Mineral Resource Estimate</i>										

Table 2: Barbara Deposit Mineral Resource Tabulation – Based on Tenement

(Both tonnage and grade values have been rounded; therefore the table may contain rounding errors)

Resources by Tenement - Copper Zone - 0.5% Cu cut-off												
Tenement	Category	Tonnes	Cu %	Au g/t	Ag g/t	Co ppm	*Cueq%	Cu t	Au ozs	Ag ozs	Co t	*CuEq t
EPM15564	Indicated	2,977,000	1.6	0.2	2.7	270	1.8					
	Inferred	362,000	1.3	0.1	2.4	296	1.5					
	EPM15564	3,339,000	1.6	0.2	2.7	272	1.8	52,000	16,000	286,000	900	61,000
EPM16112	Indicated	801,000	1.4	0.1	2.7	247	1.7					
	Inferred	1,191,000	1.0	0.1	1.9	265	1.2					
	EPM16112	1,992,000	1.2	0.1	2.2	258	1.4	24,000	8,000	143,000	500	28,000
Total		5,331,000	1.4	0.1	2.5	267	1.7	76,000	25,000	430,000	1,400	89,000

Resources by Tenement - Copper Zone - 1% Cu cut-off												
Tenement	Category	Tonnes	Cu %	Au g/t	Ag g/t	Co ppm	*Cueq%	Cu t	Au ozs	Ag ozs	Co t	*CuEq t
EPM15564	Indicated	1,524,000	2.4	0.2	4.1	382	2.8					
	Inferred	181,000	1.8	0.1	3.6	348	2.1					
	EPM15564	1,705,000	2.3	0.2	4.0	379	2.7	40,000	12,000	221,000	600	46,000
EPM16112	Indicated	388,000	2.2	0.2	3.9	300	2.5					
	Inferred	505,000	1.4	0.2	2.6	279	1.7					
	EPM16112	893,000	1.8	0.2	3.2	288	2.0	16,000	5,000	92,000	300	18,000
Total		2,598,000	2.1	0.2	3.7	348	2.5	56,000	17,000	312,000	900	64,000

(Refer to ASX release by SMD dated November 17th 2010 for full details of this resource estimate.)

*** - Note on the use of copper equivalent grades.**

The estimate summary table above shows a copper equivalent grade. The equivalent grade is based on copper, gold, silver and cobalt. The copper metal equivalent calculation is based on a copper price of \$US8,340/t, gold price of \$US1,300/oz, silver price of \$US23.66/oz and a cobalt price of \$US21/lb. Grade and price units are converted to percent and tonnes respectively. The sum product is calculated and then divided by the copper price to arrive at a copper equivalent grade. It is the opinion of Syndicated Metals that the metals included in the equivalent calculation have a reasonable potential to be recovered although definitive metallurgical testwork has only been conducted on copper at this stage of the projects development.