

AUSTRALIAN SECURITIES EXCHANGE ANNOUNCEMENT – 21 July 2016**JUNE 2016 QUARTERLY ACTIVITIES REPORT****Highlights**

- Evaluation of potential new precious and base metals projects within Australia continued.
- Mining Lease Application (MLA) for the Barbara Copper-Gold Project in Queensland approved by the Queensland DNRM, which has moved the Barbara Joint Venture Agreement between CopperChem and Syndicated Metals into the Decision Period.
- Active discussions continuing with several potential JV partners for the Mt Remarkable Project.
- Placement of shortfall from the Entitlement Offer completed in early April, raising an additional \$101,000 (\$25,000 of which requires shareholder approval).

Overview

During the Quarter, the Company continued to assess potential new gold and base metal resource assets, predominantly in Western Australia, following its decision to pursue a new strategic direction as announced in the December 2015 quarter. In early April, the Company finalised the shortfall placement component of its 1-for-6 non-renounceable entitlement offer at 0.5 cents per share, raising a further \$101,000 (\$25,000 of which requires shareholder approval).

Exploration and Evaluation**Barbara Copper Project (Syndicated 50%)**

The Barbara Copper Project is part of the Barbara Joint Venture, which covers approximately 100km² of tenure within the Mt Remarkable Project area. The Barbara JV is a 50/50 joint venture between CopperChem Limited and the Company with CopperChem being the Manager of the Project.

During the Quarter the Barbara Mining Lease was granted by the Queensland DNRM. Under the terms of the Joint Venture and Acquisition Agreement the Feasibility Period has now ended and the joint venture participants have entered the Decision Period. The Decision Period ends on the earlier of the date on which one participant gives notice to the other that it has made a Decision to Mine and the date three years from the start of the Decision Period.

Mt Remarkable/Northern Hub Regional Exploration (Syndicated 100%)

The Mt Remarkable Project consists of eleven EPM tenements covering approximately 1000km² of tenure and straddles the Mt Remarkable Fault from the Barkley Hwy to Kajabbi.

During the March quarter, Information Memoranda highlighting the prospectivity of the Mount Remarkable area for both Iron Oxide copper-gold and Sedex lead-zinc-silver mineralisation were prepared and circulated to a number of groups interested in undertaking further exploration programs over the Project.

During the June quarter proposals received from these groups have been reviewed, refined and negotiated. The proposals are currently under consideration by management.

The Company is seeking to partially divest the Project via an exploration earn-in joint venture.

Fountain Range/Southern Hub Regional Exploration

The Fountain Range Project consists of sixteen EPM tenements covering approximately 460km² of tenure 100km south-east of Mt Isa.

At the Southern Hub, the Company circulated to interested parties an Information Memorandum highlighting the prospectivity of the project for Iron Oxide copper-gold and vein style copper-gold within the tenure.

While a number of groups expressed interest, no firm proposal has so far been received which reflects management's view of the fair value of this asset. The Company continues to seek a partner for the project.

New Project Assessments

In line with Syndicated's new corporate and strategic direction, management has undertaken a number of project reviews of potential new resource assets during the quarter. The assets reviewed lie predominantly, but not exclusively, in Western Australia and cover both precious and base metals projects. The projects are generally either at the stage of advanced exploration or are development-ready, and are located within established geological domains.

Management advanced a number of projects to a deeper level of evaluation including project site visits, preliminary resource modelling and initial financial analysis. Discussions and negotiations with owners and/or vendors are continuing. Further project evaluation activity will be conducted during the September Quarter.

Corporate

Issue of Entitlement Offer Shortfall Shares and Options

The Company's 1-for-6 Entitlement Issue at 0.5 cents per share with a free attaching 1-for-2 option exercisable at 1.2 cents and expiring on 8 February 2018 closed on 1 February 2016. The shortfall from the Entitlement Issue was 34,588,987 shares. The Directors were able to place 15,200,000 shares from the shortfall raising \$76,000. A total of 7,600,000 free attaching unlisted options were also issued. The shares and options were issued on 4 April 2016 and were issued under the Company's Prospectus dated 10 December 2015 under the same terms and pricing as the entitlement issue.

A further \$25,000 shortfall application was received from an entity associated with the Company's Chairman. Shareholder approval will be required to issue the shares and options associated with this application and this will be sought at the next meeting of the Company's shareholders.

The issue of the shortfall shares and options also triggered the CopperChem anti-dilution right. CopperChem exercised its right to subscribe for 7,791,500 shares at 0.5 cents per share with 3,895,750 free attaching options on the same pricing and terms and conditions as the entitlement issue offer. Shareholder approval will also be required to issue these shares and options, and this will be sought at the next meeting of the Company's shareholders.

Cash Reserves

As at 30 June 2016, the Company had cash reserves of \$0.515 million. The Company has no corporate debt and minimal long-term commitments.

Financials

Net cash outflows for the June Quarter totaled \$0.230 million, predominantly comprising payments for project assessment and administrative expenses.

Cash outflows for the September 2016 Quarter are expected to total \$0.264 million.

Shareholder Information

As at 30 June, the Company had 479,442,464 fully-paid ordinary shares on issue and approximately 726 shareholders. The top 20 shareholders held 63.32% of the Company.

As at the end of the Quarter, the Company had 57,599,182 unlisted options and 7,123,704 performance rights on issue.

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

Andrew Munckton

Managing Director

T: 08 9380 9440

Competent Person's Statement

The information in this report that relates to Exploration Targets is based on information compiled by Mr Andrew Munckton who is a Member of The Australasian Institute of Mining and Metallurgy (MAusIMM) and who has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the "JORC Code"). Mr Munckton is a full-time employee of Syndicated Metals Limited and consents to the inclusion in the report of the Exploration Targets in the form and context in which they appear.

Exploration Targets

This report comments on and discusses Syndicated Metals Limited's exploration in terms of target size and type. The information relating to Exploration Targets should not be misunderstood or misconstrued as an estimate of Mineral Resources or Ore Reserves. The potential quantity and quality of material discussed as Exploration Targets is conceptual in nature since there has been insufficient work completed to define them as Mineral Resources or Ore Reserves. It is uncertain if further exploration work will result in the determination of a Mineral Resource or Ore Reserve.

Additional Information Required by Listing Rule 5.3.3

Mining tenements held at the end of the Quarter and their location:

Mt Isa - Northern Hub (Mt Remarkable)	
EPM 14281	Granted
EPM 16197	Granted
EPM 17638	Granted
EPM 17914	Granted
EPM 17947	Granted
EPM 18492 (part)	Granted
EPM 19049	Granted
EPM 19733 (part)	Granted
EPM 25824	Granted
EPM 25915	Granted
EPM 26026	Application
Mt Isa - Southern Hub (Fountain Range)	
EPM 9083	Granted
EPM 11013	Granted
EPM 14362	Granted
EPM 14366	Granted
EPM 14369	Granted
EPM 17637	Granted
EPM 18078	Granted
EPM 18082	Granted
EPM 18223	Granted
EPM 18671	Granted
EPM 18980	Granted
EPM 19008	Granted
EPM 25435	Granted
EPM 25439	Granted
EPM 25853	Granted
EPM 25972	Granted

Mt Isa - Barbara Joint Venture	
EPM 16112	Granted
EPM 18492 (part)	Granted
EPM 19733 (part)	Granted
ML 90241	Granted

Mining tenements acquired during the Quarter and their location:

Grant of Mining Lease (ML 90241) covering the Barbara deposit and proposed infrastructure area located approximately 60 km north east of Mt Isa. Tenement applications EPM25915 (Mt Isa – Mt Remarkable) and EPM25972 (Mt Isa – Fountain Range) were also granted.

Mining tenements disposed of during the Quarter and their location:

Nil.

Beneficial percentage interests held in farm-in or farm-out agreements at the end of the Quarter:

Farm-in Agreements

Nil.

Farm-out Agreements

Syndicated is in Joint Venture with CopperChem Limited over portions of tenements EPM19733 and EPM18492 and all of EPM16112 and ML90241. CopperChem has earned a 50% interest in these tenements by funding and managing a feasibility study over the Barbara Project. Under the terms of the Joint Venture and Acquisition Agreement the Feasibility Period has now ended and the joint venture participants have entered the Decision Period. The Decision Period ends on the earlier of the date on which a participant gives notice to the other participant that it has made a Decision to Mine and the date three years from the start of the Decision Period.

Beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the Quarter:

Nil.