

AUSTRALIAN SECURITIES EXCHANGE ANNOUNCEMENT – 20 July 2017

JUNE 2017 QUARTERLY ACTIVITIES REPORT

Sale of Barbara Copper Project to JV partner CopperChem completed with proceeds to fund expanded exploration program at Monument Gold Project in WA

Highlights

Gold Exploration – Monument Gold Project, WA (SMD: 100%)

- Multiple new target areas identified following completion of a comprehensive geological review, including the construction of a new structural, geophysical and geochemical interpretation of the area which will help to vector into larger accumulations of gold mineralisation.
- Regional exploration program aimed at identifying new areas of gold mineralisation outside of the Korong-Waihi corridor commenced with broad-spaced soil sampling programs. Results are pending.

Corporate

- Syndicated sold its 50% interest in the Barbara Copper Project in North Queensland to its joint venture partner, CopperChem Limited.
- Consideration comprised a \$2.3M cash payment plus a 1-2% net smelter return royalty (subject to the copper price) on the first 10,000t of copper-in-concentrate (or equivalent ore) sold from the Barbara Copper Project.
- The transaction allows Syndicated to crystallise upfront value from its share of the Barbara Copper Project, with the cash proceeds to be applied to ongoing exploration and evaluation of its 100%-owned Monument Gold Project in WA's Laverton District, as well as limited exploration and asset maintenance activities on the remaining Queensland tenure.

Exploration and Evaluation

Monument Gold Project (WA)

The Monument Gold Project was acquired by the Company in July 2016 and comprises a 215km² tenement package located approximately 55km west of Laverton in the Laverton gold district of WA. This district hosts numerous multi-million ounce gold mines such as Sunrise Dam (+10Moz), Wallaby (+8Moz), Granny Smith (+2Moz) and Lancefield (+2Moz).

The package comprises 11 contiguous tenements (eight of which are granted) which lie immediately to the north-west of the 3.3Moz Mount Morgans Gold Project, currently being explored and developed by Dacian Gold Limited (ASX: DCN) (refer Dacian Gold announcement 25 July 2016) (see Figure 1).

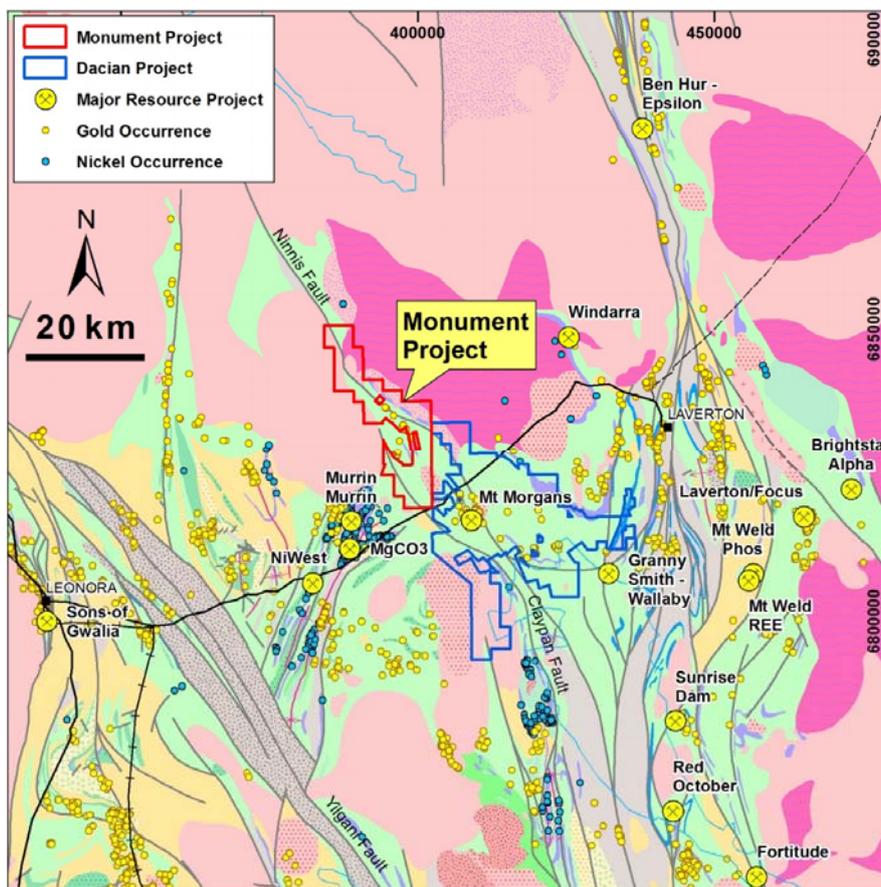


Figure 1 – Location of the Monument Gold Project showing regional geology and nearby mining operations

During the Quarter, Syndicated completed a comprehensive review of the exploration potential of the Monument Gold Project, including the 16km long Korong-Waihi Trend which has been the main focus of the Company's exploration activity since acquiring the project.

Following this review, regional soil sampling programs commenced over conceptual targets to the north-west of Waihi, in the far northern section of the tenement holding, and to the east of Korong, to establish the presence of gold mineralisation.

The objective of the program is to identify accumulations of higher grade gold mineralisation for initial follow-up with aircore drilling. If confirmed, these targets would rank alongside previously identified targets within the Korong-Waihi trend for drill testing later in 2017 (see Figure 2).

Geological, Structural, Geophysical Review

During the Quarter, Syndicated completed a comprehensive geological, structural, geophysical and geochemical review of the Monument project area. The review was undertaken by Southern Geoscience Consultants and culminated in the development of a new geological and structural interpretation, which is illustrated in Figure 2.

The review has highlighted new target positions along the Korong-Waihi Trend and several conceptual targets outside of this Trend which warrant initial geochemical assessment through soil sampling and ground-based validation of the geological interpretation.

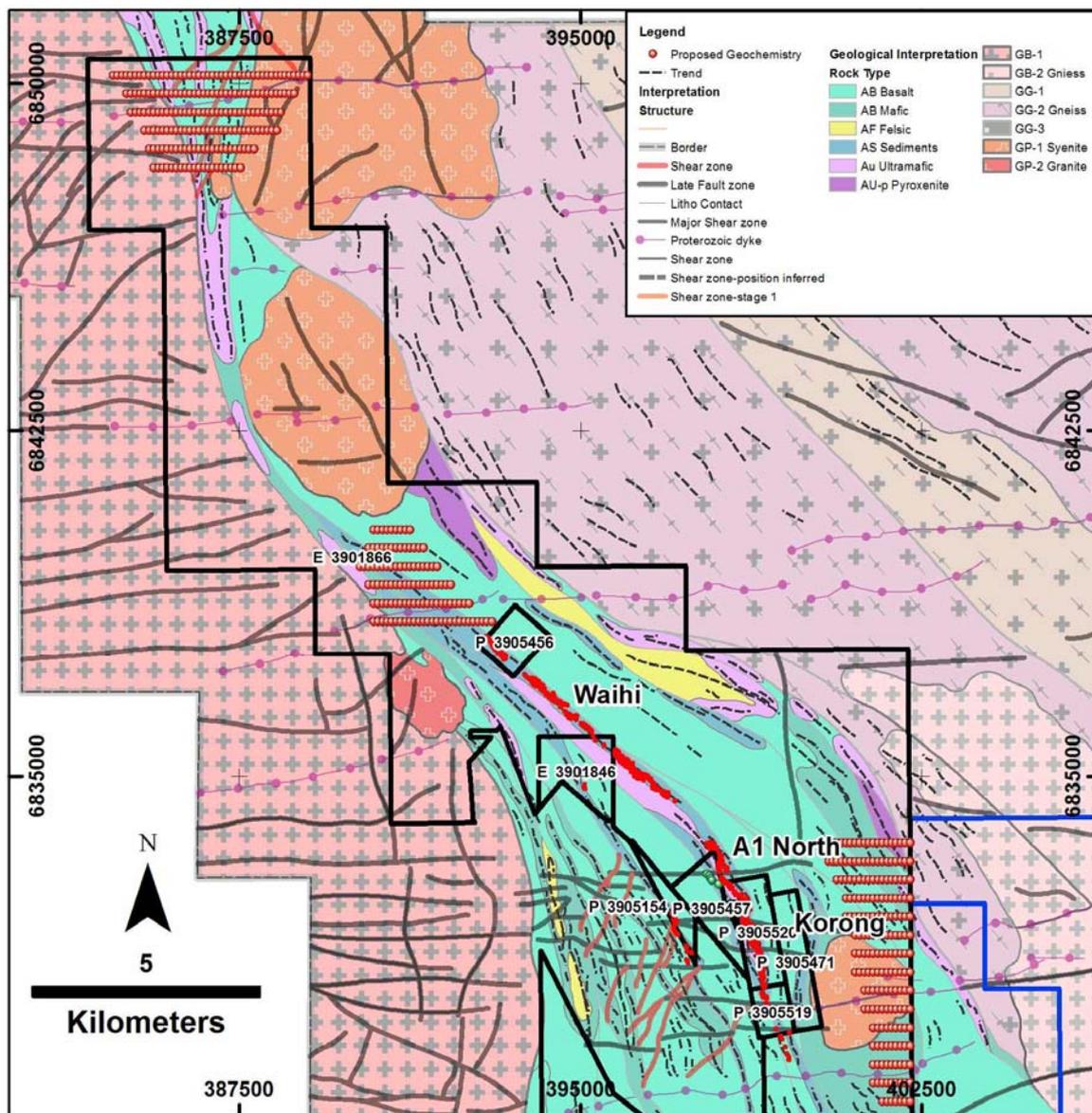


Figure 2 – Updated Geological and Structural interpretation of the Monument Gold Project. Advanced Targets lie along the Korong-Waihi Trend. Conceptual Targets have been initially tested with soil sampling.

Regional Soil Sampling

A regional soil sampling program was completed in the June Quarter at three areas within the tenement package. Each area was sampled on a 400m by 100m spacing with samples submitted to Intertek laboratories for multi-element assay. Assay results are pending (refer to Figure 2 for the soil sampling program locations).

New Exploration Program

The recent exploration activities have given Syndicated a clear understanding of the geological controls and distribution of gold mineralisation on the Monument Project, highlighting two distinct phases of gold mineralisation and their associated structural controls and alteration indicators across the project.

This understanding, coupled with the updated geological and structural interpretation work, will be tested with exploration programs over the coming months, and includes:

- Regional, broad-spaced soil sampling programs over previously untested terrane (see Figure 2), namely:
 - Along the Korong-Waihi Trend to the north of Waihi and at the far northern end of the tenement package; and
 - East of Korong over rocks altered and deformed by a suspected late-stage syenite intrusion(s).
- Follow-up close-spaced soil sampling programs over new and established mineralised trends highlighted along the Korong-Waihi Trend and conceptual targets confirmed by the regional soil sampling programs detailed above; and
- A targeted Aircore drilling program over prospects highlighted at:
 - The Korong-Waihi Trend, where previous close-spaced soil sampling has highlighted several areas of anomalous gold mineralisation where little or no drill testing has occurred. The Korong South, Old Copper and Waihi prospects would be initially targeted (see Figure 3); and
 - New prospects highlighted by the regional and follow-up soil sampling programs.

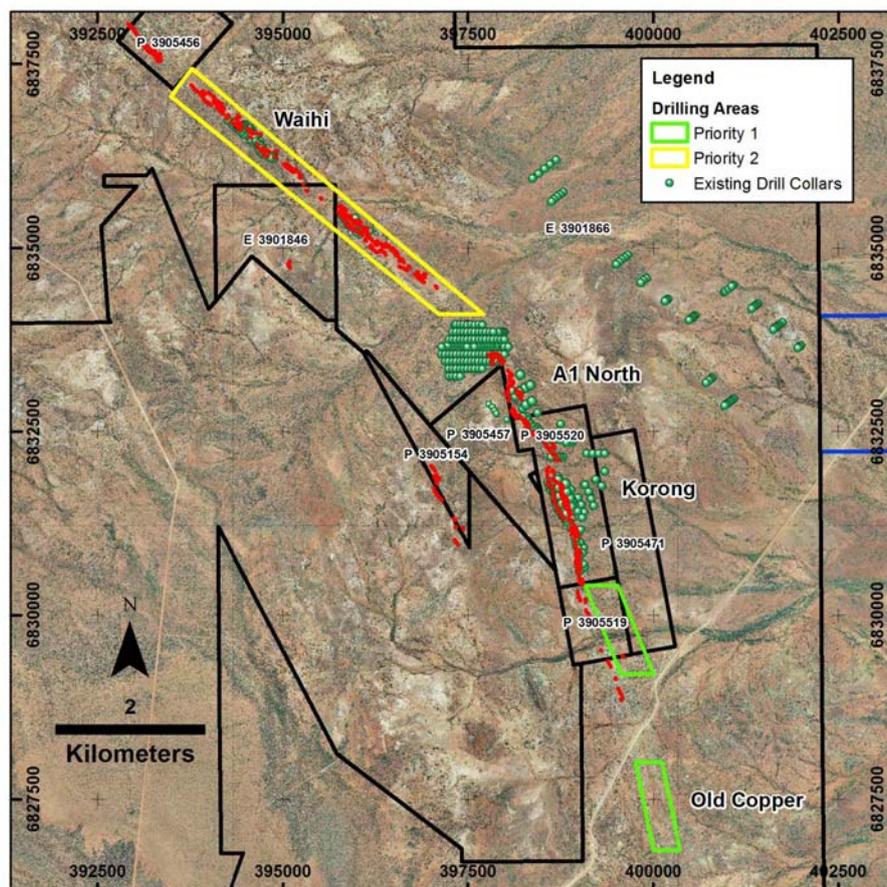


Figure 3 – Korong-Waihi Trend mineralised zones highlighting potential Aircore drilling program locations.

The Company will provide further information on the upcoming exploration programs in the near future.

Barbara Copper Project (Qld)

*The Barbara Copper Project was part of the Barbara Joint Venture, which covered approximately 100km² of tenure within the Mt Remarkable Project area. The Barbara JV was a 50/50 joint venture between CopperChem Limited (**CopperChem**) and Syndicated with CopperChem being the Manager of the Project.*

The Barbara Copper Project is located 60km north-east of Mt Isa. Syndicated was in joint venture with CopperChem at the Barbara Copper Project from September 2013 until June 2017.

During the Quarter, Syndicated entered into an agreement to sell its 50% share of the Barbara Copper Project in North Queensland to its joint venture partner, CopperChem for A\$2.3 million in cash plus a production royalty.

Following the satisfaction of all conditions precedent, including shareholder approval obtained at a shareholders meeting held on 7 June, and the receipt of indicative approval from the Queensland Minister of Mines for the transfer of Syndicated's interest in the Project, the transaction was completed and funds were received from CopperChem in mid-June.

Funds raised from the sale of the Company's interest in the Barbara Copper Project will be used to underpin the next phase of exploration programs at the Monument Gold Project.

Agreement Terms and Consideration

The consideration payable for the acquisition of Syndicated's 50% share of the Barbara Copper Project was as follows:

- A\$2.3 million in cash payable in one instalment upon completion of the Sale and Purchase Agreement); and
- A production royalty payable on the first 10,000 tonnes of copper-in-concentrate (or ore equivalent) produced by the Barbara Copper Project. The royalty will be payable as follows:
 - 1% of the net smelter return (**NSR**) generated from the sale of concentrate or ore equivalent subject to a minimum invoiced copper price of US\$2.50/lb;
 - 2% of the NSR generated from the sale of concentrate or ore equivalent subject to a minimum invoiced copper price of US\$3.00/lb;
 - Where no production royalties are payable due to the invoiced price being below US\$2.50/lb, copper sold from the Barbara Copper Project does not count towards the 10,000 tonne production royalty cap;
 - NSR in relation to copper concentrate is defined as net revenue received from the sale of the products, excluding credits from other metals; and
 - NSR in relation to ore sales is defined as net revenue received from the sale of the products, excluding credits from other metals and less processing costs.

Syndicated retains 100% ownership of its Northern and Southern Hub Projects in North Queensland, comprising a ~1600 km² ground package containing numerous high-grade copper-gold targets plus multiple IOCG and SEDEX-style targets.

Mt Remarkable/Northern Hub (Syndicated 100%) (Qld)

The Mt Remarkable Project consists of 11 EPM tenements covering approximately 1,000km² of tenure and straddles the Mt Remarkable Fault from the Barkley Hwy to Kajabbi.

During the Quarter, enquiries and proposals were received from groups seeking earn-in joint venture arrangements over the project.

Syndicated is seeking to partially divest the project via an exploration earn-in joint venture.

Fountain Range/Southern Hub (Syndicated 100%) (Qld)

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

During the Quarter, enquiries and proposals were received from groups seeking earn-in joint venture arrangements over the project.

Syndicated is seeking to partially divest the project via an exploration earn-in joint venture or fully divest via outright sale.

Corporate

Shareholders Meeting

The Company held a General Meeting of shareholders on 7 June. All three resolutions, which included the approval to dispose of the Barbara Joint Venture interest to CopperChem, received strong support and were passed on a show of hands.

Cash Reserves

As at 30 June 2017, Syndicated had cash reserves of \$2.634 million, no corporate debt and minimal long-term commitments.

Shareholder Information

As at 30 June, Syndicated had 634,484,141 fully-paid ordinary shares on issue and approximately 1,250 shareholders. The top 20 shareholders held 54% of the Company. Syndicated also had 60,164,182 unlisted options on issue exercisable at 1.2 cents each and expiring on 8 February 2018, and 5,182,682 performance rights with various vesting conditions and expiry dates.

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

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Managing Director

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Competent Person's Statement

The information in this report that relates to Exploration Results 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 Results in the form and context in which they appear.

Additional Information Required by Listing Rule 5.3.3

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

Northern Hub (Mt Remarkable) – Mt Isa, Qld	
EPM 14281	Granted
EPM 16197	Granted
EPM 17638	Granted
EPM 17914	Granted
EPM 17947	Granted
EPM 18492	Granted
EPM 19049	Granted
EPM 19733	Granted
EPM 25824	Granted
EPM 25915	Granted
EPM 26026	Granted
Southern Hub (Fountain Range) – Mt Isa, Qld	
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

Monument Gold Project – Laverton, WA	
E39/1846	Granted
E39/1866	Granted
P39/5519	Granted
P39/5520	Granted
P39/5154	Granted
P39/5471	Granted
P39/5456	Granted
P39/5457	Granted
E39/2024	Application
E39/2035	Application
E39/2036	Application

Mining tenements acquired during the Quarter and their location:

During the Quarter the Company applied for tenements E39/2024, E39/2035 and E39/2036. All three tenements are located in the Laverton region of WA close to the existing Monument Gold Project tenement holding.

Mining tenements disposed of during the Quarter and their location:

During the Quarter the Company and CopperChem Limited terminated the Barbara Copper Project joint venture and the Company's interests in tenements EPM16112 and ML90241, located near Mt Isa in Queensland, were sold to CopperChem.

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

Nil.

Farm-out Agreements

During the Quarter, Syndicated terminated its Joint Venture with CopperChem over portions of tenements EPM19733 and EPM18492 and all of EPM16112 and ML90241.

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

During the Quarter the Company and CopperChem Limited terminated the Barbara Copper Project joint venture and the Company's interests in tenements EPM16112 and ML90241 were sold to CopperChem.