

AUSTRALIAN SECURITIES EXCHANGE ANNOUNCEMENT – 24 October 2019

SEPTEMBER 2019 QUARTERLY ACTIVITIES REPORT

Maiden RC drill program at Newington Gold Project in WA's Southern Cross greenstone belt delivers high-grade results and paves way for project expansion and second phase of drilling

Highlights

Maiden RC Drilling Program – Newington Gold Project, Southern Cross WA

- Maiden 12-hole Reverse Circulation (RC) drill program intersects high-grade gold and confirms key mineralised structures with results including 2m @ 17.53g/t Au from 76m (SNWRC010) and 7m @ 1.8g/t Au from 47m (SNWRC012).
- Drilling confirms and extends historical intercepts at the Dawsons, Newfield East and Newfield Central prospects, all of which remain completely open.
- New RC drilling program completed at Newington subsequent to quarter-end with assay results imminent.

New Farm-In Agreement – Newington Gold Project

- New farm-in agreement signed covering a strategic tenement package immediately adjacent to the high-grade Newington Gold Project.
- The farm-in secures all tenements in the immediate vicinity of the high-grade Newfield Prospect, which produced 32,366oz at an average recovered head grade of 24.53g/t Au*.
**Previously reported historical production (refer SMD ASX announcement 11 April 2019)*
- Farm-in agreement gives Syndicated the right to earn up to 80% of the new land package through staged milestones.

Corporate – \$1m capital raising

- \$1.0M capital raising at 0.8c per share comprising a strongly supported \$0.95M share placement to existing and new sophisticated and professional investors and an additional \$50,000 share placement to companies associated with Directors, subject to shareholder approval.
- Investors to receive 1 free unlisted option for every 2 shares subscribed for, exercisable at \$0.02 and expiring 3 years from issue date, subject to shareholder approval.
- Cash on hand of \$1.2M at Quarter-end with no corporate debt and minimal long-term commitments.

Exploration and Evaluation

Newington Gold Project – Southern Cross, WA

The Newington Gold Project lies at the northern end of the Southern Cross Belt, 380km east of Perth (refer Figure 1). The Southern Cross Greenstone Belt is highly prospective, with nearby deposits including Ramelius Resources' (ASX: RMS) 1.7Moz Edna May Gold Mine, as well as its recently-acquired 1Moz Tampia Hill Gold Project and 500,000oz Marda Gold Project. The Belt sits within WA's world-famous Yilgarn Craton, which also hosts Syndicated's Monument Gold Project near Laverton.

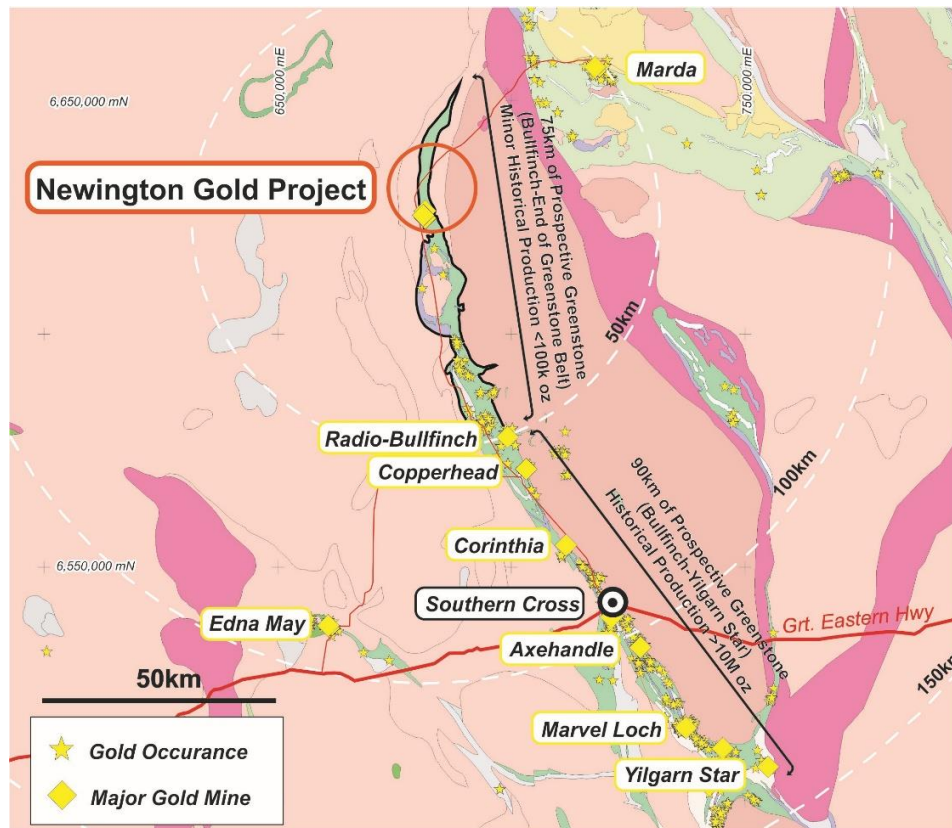


Figure 1: Regional location of the Newington Gold Project

Maiden RC Drilling Program

In July the Company commenced its maiden 12-hole Reverse Circulation (RC) drilling program at Newington, targeting extensions to the previously mined Newfield Central deposit, which delivered 32,366oz at an average recovered head grade of 24.53g/t, and extensions to the Dawsons and Newfield East prospects.

This initial program of targeted RC drilling was conducted as part of the farm-in agreement with Newfield Resources Limited under which Syndicated can earn up to 85% of the Newfield Project (refer ASX Announcement 11 April 2019).

The drilling was designed to test for near-surface extensions to the mineralised structures around known gold prospects and also to identify the potential for additional high-grade trends in the vicinity of those prospects.

This maiden drilling program confirmed and extended the high-grade mineralisation reported from historical drilling at the emerging **Dawsons** Prospect, encountered broad zones of shallow gold mineralisation at the **Newfield East** Prospect and confirmed extensions of the main mineralised structure at the **Newfield Central** Prospect (see Figure 2).

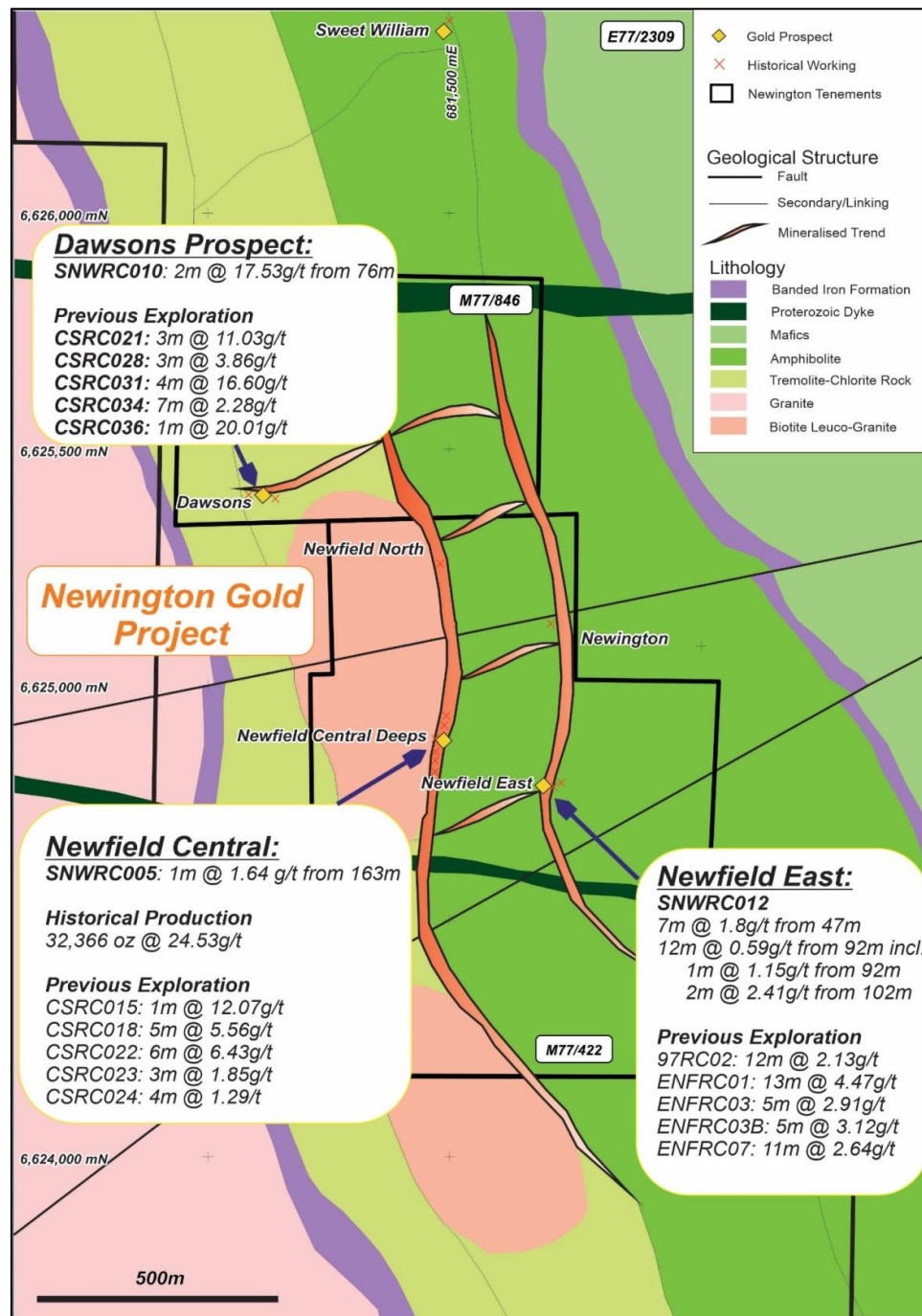


Figure 2: Newfield Project – Key Prospects

The drilling program clearly demonstrated the high-grade tenor of the Newington Project and also demonstrated that the mineralised structures identified at the three prospects remain open and highly prospective for high-grade gold in all directions. Detailed results are summarized below.

DAWSONS

Two holes were drilled at the Dawsons prospect. Hole SNWRC010 intersected high-grade gold mineralisation consistent with historical drilling results (see Figure 3):

- **SNWRC010** **2.0 metres @ 17.53g/t Au from 76 metres**
- **CSRC021** **3m @ 11.03g/t Au from 51m¹**
- **CSRC031** **4m @ 16.60g/t Au from 83m (incl. 2m @ 29.95g/t Au)¹**
- **CSRC036** **1m @ 20.01g/t Au from 105m¹**

1. The previous drilling results were sourced from the DMIRS open file databases and Newfield Central Pty Ltd records (refer SMD ASX announcement 11 April 2019)

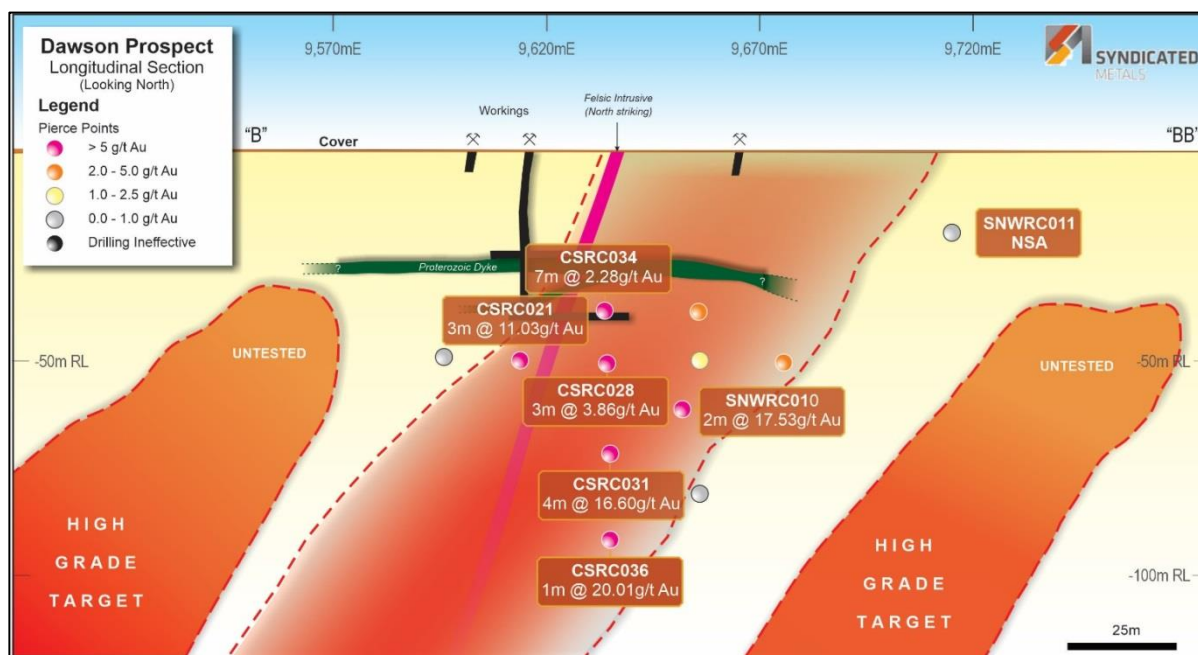


Figure 3 – Dawsons Long Section (looking north)

Hole SNWRC011 was drilled as a first-pass test targeting the step-out position to the east of the known mineralisation. The hole intersected the laminated quartz vein and, despite only returning an anomalous gold assay, clearly demonstrates the continuation of the mineralised structure to the east.

The results confirmed the high-grade tenor of the Dawsons prospect and demonstrate that the mineralisation remains open in all directions.

NEWFIELD EAST

One hole (SNWRC012) was drilled underneath the poorly defined Newfield East prospect and intersected multiple mineralised zones (see Figure 4). This result is consistent with previous historical drilling and confirms that the mineralisation continues and remains open at depth.

- **SNWRC012** **7.0 metres @ 1.80g/t Au from 47 metres, and
12.0 metres @ 0.59g/t Au from 92 metres, incl 1.0m @ 1.15g/t and 2.0m @
2.41g/t**
- **97RC02** **4.0 metres @ 2.69g/t Au from 29 metres, and
12.0 metres @ 2.13g/t Au from 56 metres ¹**
- **ENFRC01** **13.0 metres @ 4.47g/t Au from 8 metres ¹**
- **ENFRC03** **5.0 metres @ 3.12g/t Au from 16 metres ¹**
- **ENFRC03B** **5.0 metres @ 2.91g/t Au from 12 metres ¹**
- **ENFRC07** **11.0 metres @ 2.64g/t Au from 18 metres ¹**
- **Hole 21** **9.0 metres @ 1.00g/t Au from 21 metres ¹**

1. The previous drilling results were sourced from the DMIRS open file databases and Newfield Central Pty Ltd records (refer SMD ASX announcement 11 April 2019).

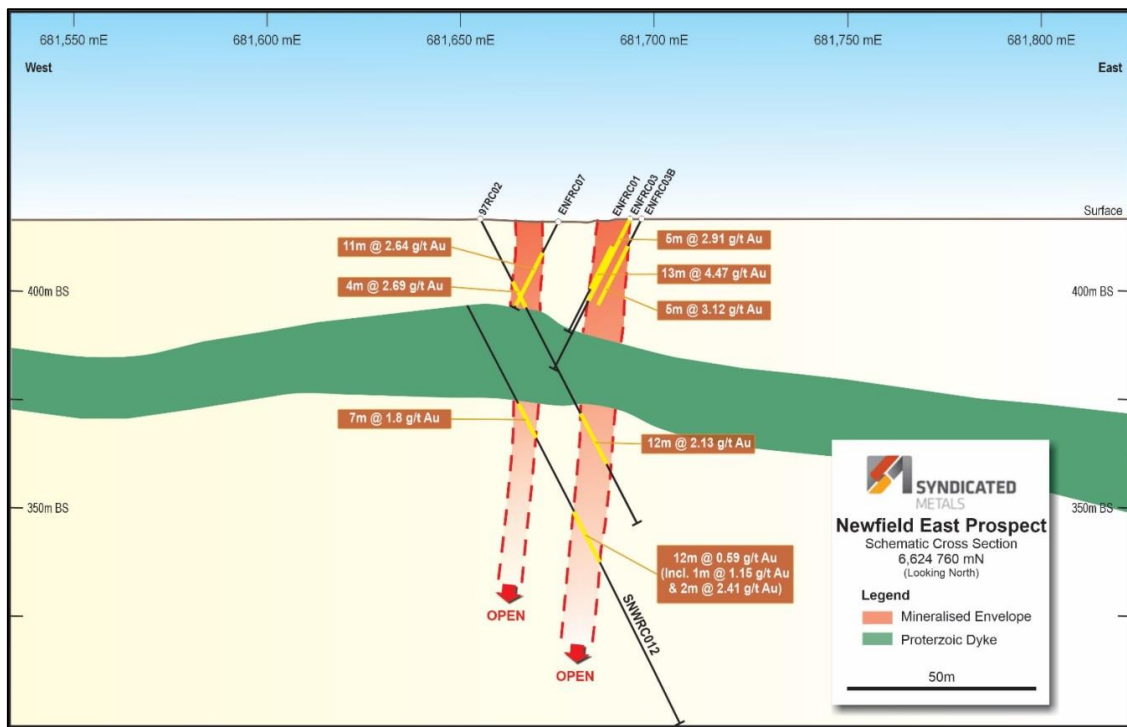


Figure 4 – Newfield East Cross-Section (looking north)

NEWFIELD CENTRAL

The Newfield Central Gold Deposit has been the focus of previous mining activities that targeted a high-grade laminated quartz reef hosting a significant amount of coarse gold (refer Figure 5). As is typical with this style of gold mineralisation, the recovered production gold grades were significantly higher than the gold grades reported by exploration drilling.

Historical drilling is summarised in Table 1 and historical production is summarised in Table 2. The results clearly demonstrate that the drilling results are significantly under-calling the production gold grades.

Table 1 – Newfield Central Historical Drilling Results ¹

Prospect	Hole ID	Width (m)	g/t Au
Newfield Central Historical Drilling Intercepts within the 2001 – 2005 Mined Void	CSRC001	2.0	15.32
	CSRC002	3.0	17.41
	CSRC004	1.0	2.58
	CSRC005	5.0	4.91
	CSRC006	2.0	3.84
	CSRC009	0.55	45.2
	CSRC010	8.0	6.93
	CSRC011	0.65	4.03
	CSRC012	1.5	17.72
	CSRC013	2.5	11.76
	97RC010	3.0	21.14

Table 2 – Newfield Central Historical Production (2001 – 2005) ²

Produced Tonnes	Recovered Grade (g/t)	Recovered Ounces Gold
33,232 tonnes	22.68 g/t	24,234 oz

1. The previous drilling results were sourced from the DMIRS open file databases and Newfield Central Pty Ltd records.
2. The 2001-2005 production records were sourced from the Newfield Resources Limited Prospectus lodged with ASX on 27 April 2012 and Newfield Central Pty Ltd records (refer SMD ASX announcement 11 April 2019).

As a first-pass test to understand the broader controls of the gold mineralising system at Newfield Central, a total of nine shallow RC holes were drilled to test for extensions of the laminated quartz vein (refer Figure 5).

Hole SNWRC005 was drilled beneath the high-grade shoot to the north of the old workings to test for the potential continuation of the mineralised structure at depth. The hole intersected the laminated quartz vein that hosts the Newfield Central mineralisation and returned a notable gold assay within a well-developed laminated quartz vein:

- **SNWRC005 1.0 metre @ 1.64g/t Au from 163 metres**

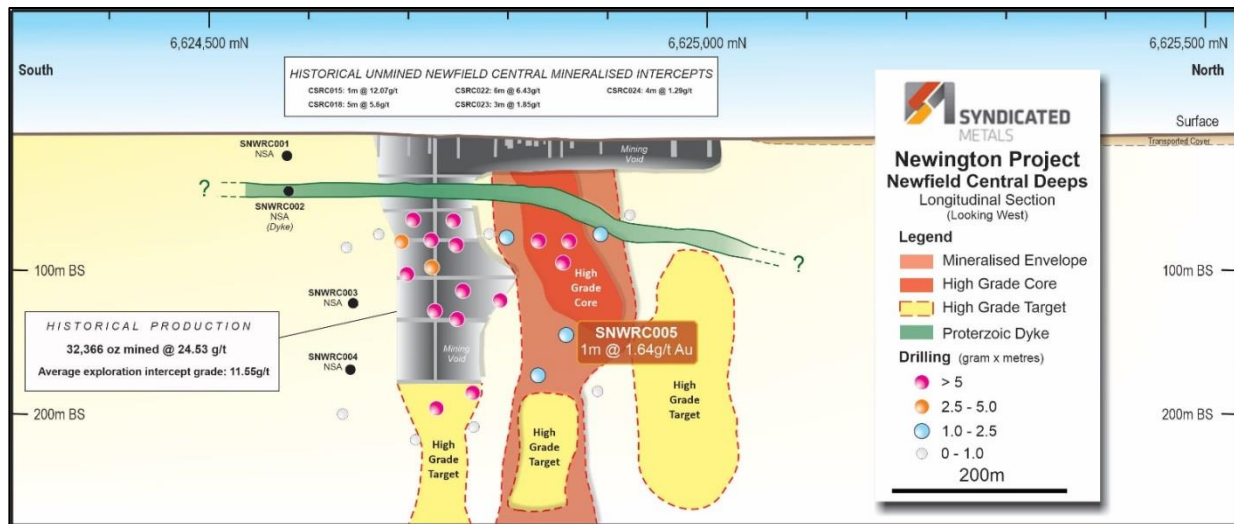


Figure 5 – Newfield Central Long Section (looking west)

Four holes (SNWRC001 – SNWRC004) were drilled to the south of the old workings as targeted step-out holes. All four holes intersected the mineralised structure but only returned anomalous assays for gold. The southern extension will be further tested in future programs for potential repeat lodes similar to the Newfield Central lode.

A further four holes (SNWRC006 – SNWRC009) were drilled north of the old workings and north of the high-grade shoot and under transported cover. Interpretation of the geological results showed that, to the north of the old workings and un-mined high-grade shoot, the Newfield Central mineralised structure has been offset towards the east and therefore remains untested at this stage.

Follow-up RC Drilling Program

Towards the end of the Quarter, a new phase of exploration drilling commenced at Newington comprising a program of 11 holes (1,500m) of Reverse Circulation (RC) drilling following on from the strong results reported above.

The new program was completed subsequent to the end of the Quarter and targeted near-surface extensions to the three key high-grade prospects at Dawsons, Newfield Central and Newfield East.

The drilling was conducted as part of the farm-in agreement with Newfield Resources Limited.

Assays are pending as at the date of this report.

New Farm-In Agreement – Newington Gold Project

In September, the Company secured a strategic addition to its land-holding at the Newington Gold Project after executing a farm-in agreement with private interests for a 33km² land package contiguous with the Newington tenements (Figure 6).

Importantly, the newly acquired ground covers extensions of the prospective greenstone-granite contact along strike from two of the key gold prospects at Newington (Figure 7).

The agreement further enhanced Syndicated's commanding position in this highly prospective yet-under-explored portion of the world-class Yilgarn Craton with the addition of immediate walk-up drilling targets and other promising gold exploration targets and opportunities.

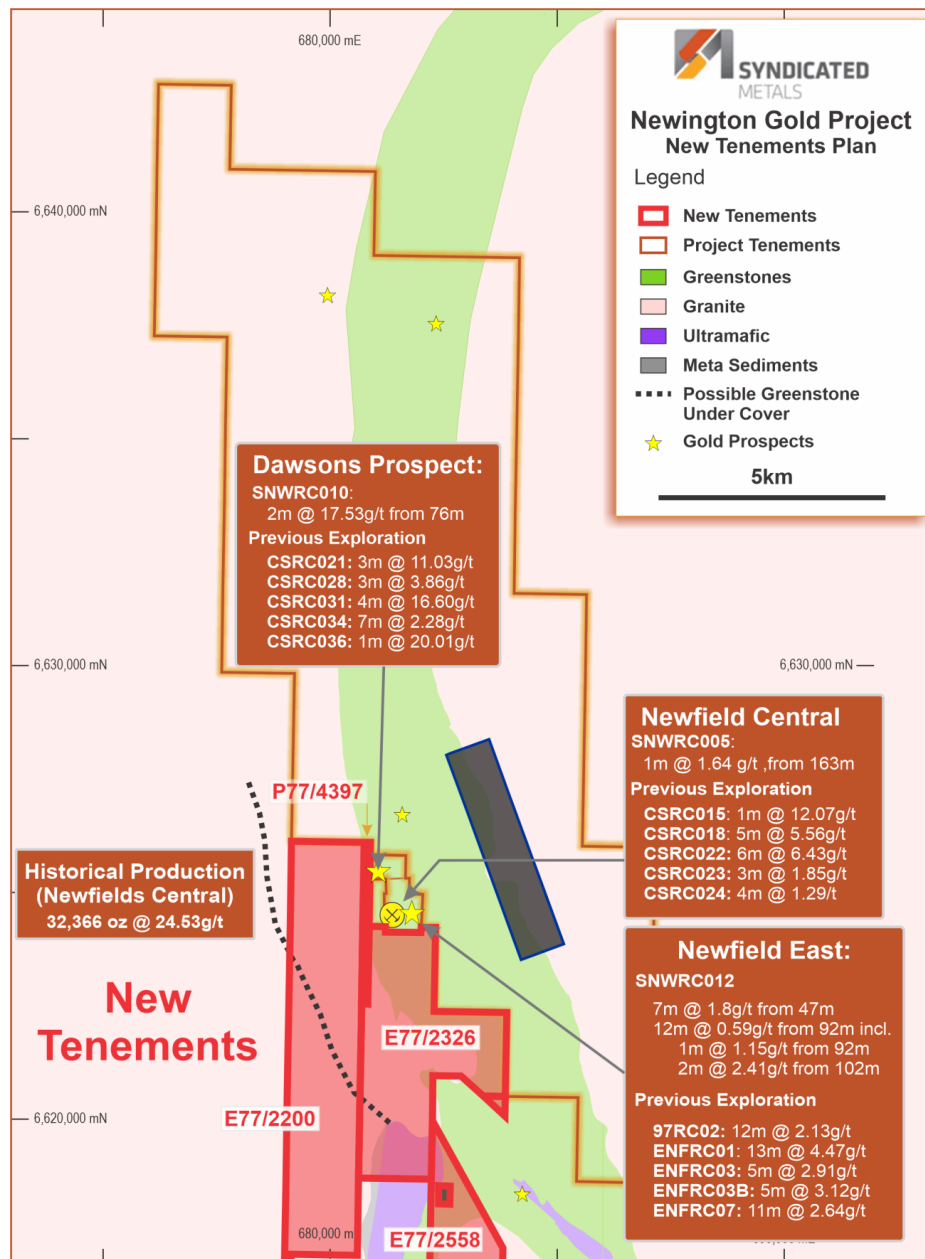


Figure 6: Location of New Tenements at the Newington Gold Project¹

1. The previous drilling results and production records were sourced from the DMIRS open file databases and Newfield Central Pty Ltd records (refer SMD ASX announcement 11 April 2019). For the recent drilling results refer to SMD ASX announcement dated 23 August 2019)

The new farm-in tenements (Southern Tenement Package) comprise E77/2200, E77/2326, E77/2558 and P77/4397 (Figures 6 and 7).

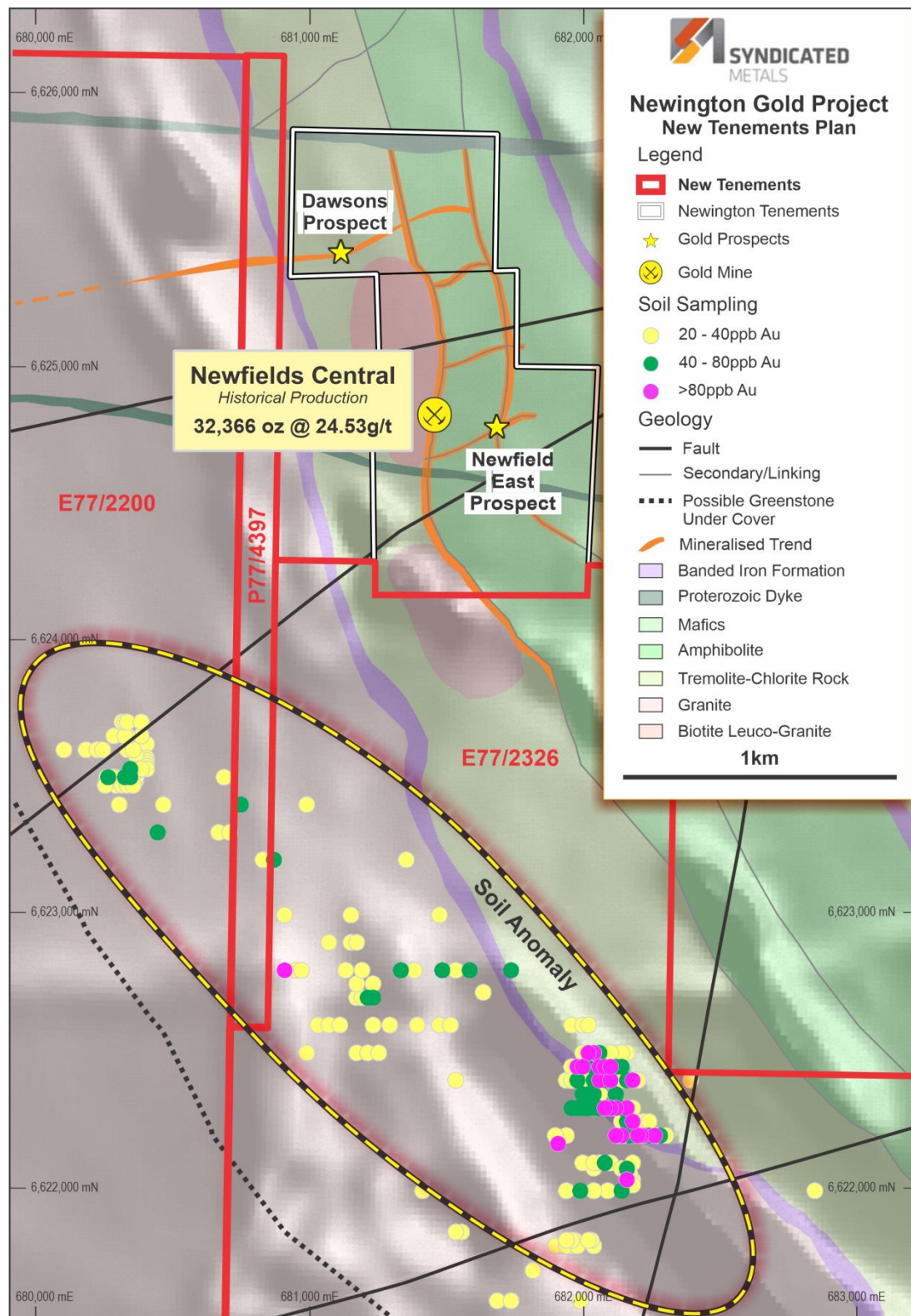


Figure 7 – Southern Tenement Package and Newfield Prospects².

2. Soil sample results were sourced from the vendors of tenements E77/2200, E77/2326, E77/2558 and P77/4397.

Acquisition Terms

Under the terms of the farm-in agreement, signed with private interests, Syndicated has the right to earn up to 80% of the tenements through:

- Completion of staged farm-in exploration expenditure of \$550,000 over four years;
- Completing a minimum of 2,000m of drilling staged over the farm-in period; and
- Maintaining the tenements in good standing for the duration of the farm-in period.

At the completion of the 80% farm-in, a joint venture will be formed and SMD will sole fund all future exploration work and study until a decision to mine. At a decision to mine, the minority 20% JV partner can elect to either:

- Contribute to the project development under industry standard joint venture terms, or
- Convert their interest into a Net Smelter Royalty of 1.5% for gold products and 2% for all other non-gold commodity products, calculated in accordance with industry practices, for all products extracted or recovered from the tenements.

The Company completed the required due diligence on the ownership and good standing of the tenements. The completion of this transaction is conditional on the satisfaction or waiver of industry standard conditions precedent, including Ministerial consent.

Planned Exploration Programs

An additional five shallow RC holes were added to the recently completed RC drilling program to test a number of identified gold anomalies on the new Southern Tenement Package.

Following on from the drilling program, planned exploration work includes a soil sampling program along the northern strike extensions of the Newfield and Dawsons prospects and mapping programs to establish the key geological drivers for mineralisation across the Newington Project area and assessment of the potential for repeated systems in the immediate vicinity of the Newfield prospects.

It is anticipated that the completion of this comprehensive set of programs over the next few months will provide a key step forward in achieving the broader project aims of more accurately defining the extent of the gold systems and defining a maiden high-grade Mineral Resource estimate in due course.

Monument Gold Project – Laverton, WA

The Monument Gold Project comprises a 288km² tenement package located approximately 55km west of Laverton in the world-class Laverton gold district of WA. The Project is located within the Laverton Tectonic Zone, a major mineralised domain within WA's Goldfields region which hosts numerous multi-million ounce, Tier-1 gold deposits such as Sunrise Dam (+10Moz), Wallaby (+8Moz), Granny Smith (+2Moz) and Lancefield (+2Moz).

The package comprises 14 contiguous granted tenements and 20 applications which lie immediately to the north-west of the 3.5Moz Mount Morgans Gold Operation, owned by Dacian Gold Limited (ASX: DCN) (refer Figure 8).

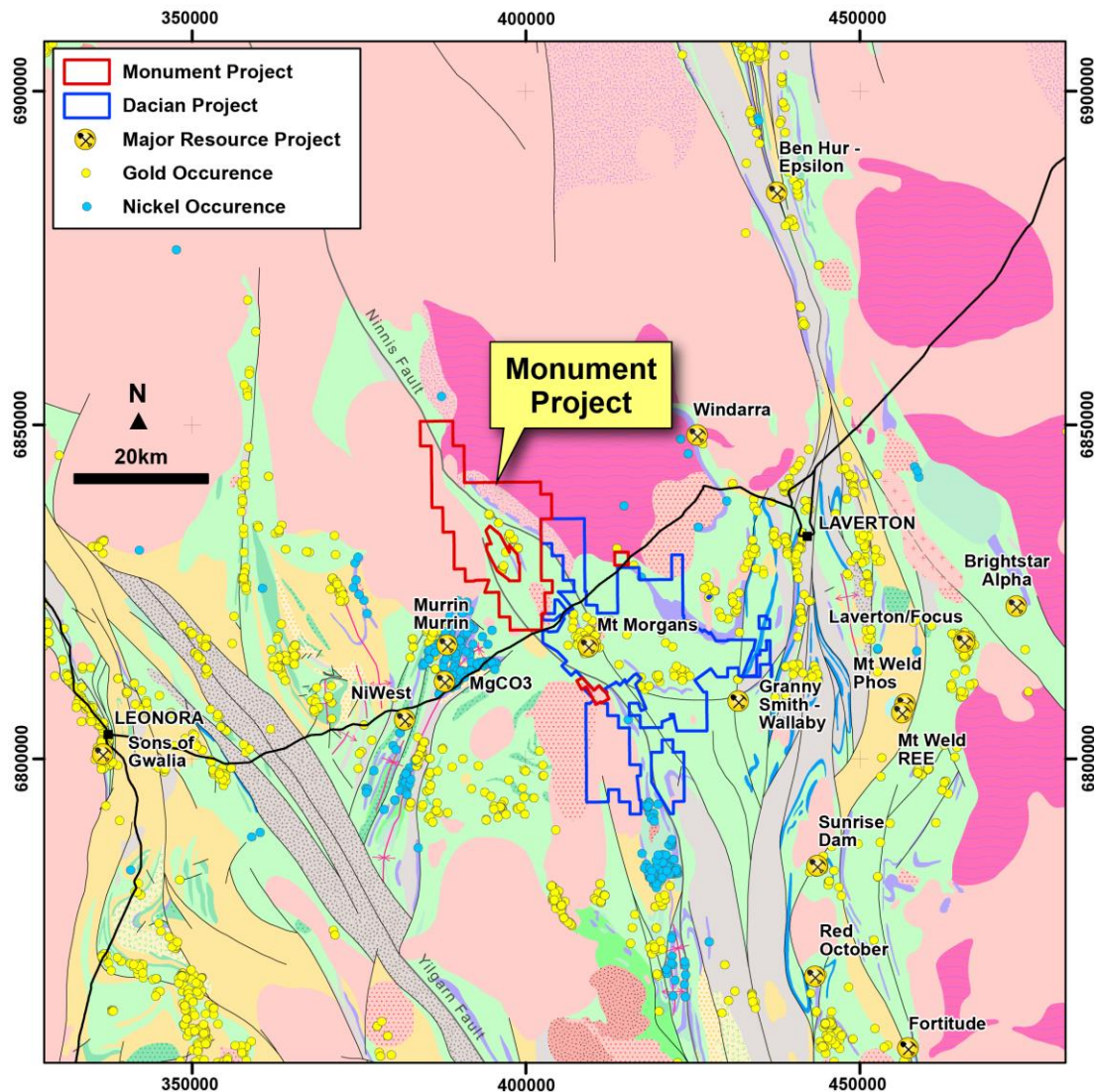


Figure 8 – Location of the Monument Gold Project showing regional geology and nearby mining operations.

In September 2018, the Company announced a maiden Inferred Mineral Resource for the Korong deposit of 855,000 tonnes grading 1.8g/t Au for 50,000 ounces of contained gold (refer ASX announcement dated 10 September 2018 for full details of the Inferred Mineral Resource calculation).

During the Quarter, the Company continued the review of exploration strategies. The aim of this work is, firstly, to establish the optimal combined exploration methodologies for the two mineralisation styles and, secondly, to develop funding options to support the Project and maximize value for shareholders.

This work is progressing.

Southern Hub / (Fountain Range) (Queensland)

The Fountain Range Project consists of 12 EPM tenements covering approximately 293km² of tenure 100km south-east of Mt Isa in North Queensland.

During the previous Quarter, the Company completed the sale of an 82.5% interest in its Southern Hub exploration tenements in North-West Queensland to ASX-listed explorer Carnaby Resources (ASX: CNB).

The consideration for the sale comprised the issue of 5,128,205 fully-paid ordinary shares in Carnaby at a deemed issue price of \$0.078 per share, representing a stake of 5.34%. The shares are escrowed for a period of 12 months.

In addition to its holding in Carnaby Resources, Syndicated retains a 17.5% free-carried interest in the Southern Hub tenements.

Corporate

Capital raising – \$1m share placement

In September, the Company completed a capital raising of A\$1.0 million (before costs) (**Placement**) to underpin expanded exploration programs across its key WA gold projects. The funds raised allowed Syndicated to re-commence drilling at the Newington Project, building on the strong results reported in the Company's maiden drilling program.

The capital raising was undertaken at an issue price of 0.8 cents per share, and comprised a strongly supported share placement to sophisticated and professional clients of Perth-based JP Equity Partners, as well as some long-standing major shareholders of the Company, and an additional \$50,000 share placement to companies associated with its Directors. The Director placement is subject to shareholder approval at the Company's Annual General Meeting to be held on 14 November 2019.

JP Equity Partners were the lead manager for the Placement.

Details of Share Placement

The Placement will be undertaken in two tranches. 118,873,093 fully-paid ordinary shares were issued to sophisticated and professional clients of JP Equity Partners and some existing major shareholders of the Company under the Company's available placement capacity under Listing Rules 7.1 (55,323,856 shares) and 7.1A (63,549,237 shares) to raise \$950,984 (**Tranche 1 Placement**). The shares were issued on 6 September 2019.

The balance of the Placement shares (6,250,000 shares) will be issued to companies associated with directors Peter Langworthy, David Morgan and Robert Cooper, subject to shareholder approval being obtained, also at an issue price of 0.8 cents per share (**Tranche 2 Placement**) to raise \$50,000.

Offer of Free Unlisted Options

Investors who participate in the Tranche 1 Placement or Tranche 2 Placement (subject to obtaining the requisite shareholder approval) will be entitled to apply for 1 free unlisted option for every 2 shares issued to them under the Placement. The options will have an exercise price of \$0.02 and will expire 3 years from their issue date. Each option will entitle the holder to receive one fully paid ordinary share in the capital of the Company upon exercise.

Applications for the options will be made under a prospectus, which is intended to be released following the Company's 2019 AGM. A total of 59,436,547 free unlisted options (subject to rounding) will be issued to investors who participated in the Tranche 1 Placement and a total of 3,125,000 options will be issued to investors who participated in the Tranche 2 Placement.

The offer of the options is subject to shareholder approval at the Company's upcoming 2019 AGM.

Cash Reserves

As at 30 September 2019, Syndicated had cash reserves of \$1.2m, no corporate debt and minimal long-term commitments.

Shareholder Information

As at 30 September, Syndicated had 784,365,472 fully-paid ordinary shares on issue and approximately 1,135 shareholders.

The top 20 shareholders held approximately 51% of the Company's shares. Syndicated also had 28,666,666 unlisted options on issue exercisable at prices between 1.35 cents and 3.12 cents and expiring in August 2021, May 2022 and September 2022.

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

David Morgan

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 Peter Langworthy 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 Langworthy is the Chairman 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.

The information in this report that relates to the Estimation and Reporting of Mineral Resources has been compiled by Mr Matthew Karl BSc/MSc. Mr Karl is a full-time employee of Mining Plus Pty Ltd and has acted as an independent consultant on the Korong Deposit Mineral Resource estimation. Mr Karl is a Member of the Australasian Institute of Mining and Metallurgy and of the Australian Institute of Geologists and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activities undertaken 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 Karl consents to the inclusion in this report of the contained technical information relating to the Mineral Resource Estimation in the form and context in which it appears.

Additional Information Required by Listing Rule 5.3.3

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

Monument Gold Project – Laverton, WA	
E39/1846	Granted
E39/1866	Granted
E39/2024	Granted
E39/2035	Granted
E39/2036	Granted
P39/5456	Granted
P39/5457	Granted
P39/5519	Granted
P39/5837	Granted
P39/5855	Granted
P39/5880	Granted
P39/5899	Granted
P39/5910	Granted

The Company retains a 17.5% interest in the following tenements near Mt Isa, Queensland: EPM9083, EPM11013, EPM14366, EPM14369, EPM17637, EPM18223, EPM18980, EPM19008, EPM25435, EPM25439, EPM25853 and EPM25972.

Mining tenements acquired during the Quarter and their location:

Tenement P39/5855 located at the Monument Gold Project near Laverton, WA was granted during the Quarter.

Mining tenements disposed of during the Quarter and their location:

Tenements P39/5471 and P39/5520 located at the Monument Gold Project near Laverton, WA were amalgamated into other tenements during the Quarter.

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

Farm-in Agreements

Under the terms of the farm-in agreement with Newfield Resources Limited, Syndicated has the right to earn up to 85% of the Newfield Project comprising tenements M77/422 and M77/846. Refer to the ASX Announcement dated 11 April 2019.

Under the terms of the option agreement with Gateway Mining Limited the Company has purchased a 12-month Right to Purchase the Carterton Gold Project comprising tenement E77/2309. Refer to the ASX Announcement dated 11 April 2019.

Under the terms of the farm-in agreement with private vendors, Syndicated has the right to earn up to 80% of tenements E77/2200, E77/2326, E77/2558 and P77/4397. Refer to the full terms detailed above.

Farm-out Agreements

Nil.

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

Under the terms of the farm-in agreement with private vendors, Syndicated has the right to earn up to 80% of tenements E77/2200, E77/2326, E77/2558 and P77/4397. Refer to the full terms detailed above.