



By electronic lodgment.

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Manager Announcements  
Companies Announcements Office  
Australian Securities Exchange Limited  
Level 4, 20 Bridge Street  
Sydney NSW 2000

## HIGH GRADE COPPER-GOLD HITS CONFIRM BLUE STAR POTENTIAL

### HIGHLIGHTS

- High grade copper-gold intercepts including **4 metres at 9.89% copper and 1.05 g/t gold from 86 metres within 9 metres grading 6.12% copper and 0.69 g/t gold from 85 metres** at Blue Star prospect within Syndicated's Mount Remarkable project area;
- Results confirm Blue Star's potential to provide additional sulphide copper resources to boost the Company's existing copper-gold resource at Barbara, approximately 20 kilometres to the north;
- Drilling to enable calculation of a JORC resource at Blue Star to recommence shortly.

**Syndicated Metals Limited (ASX:SMD) ("Syndicated")** is pleased to announce that assay results have been received for drilling recently completed at the Company's Blue Star prospect. Blue Star is located within the Mount Remarkable project area in the Mount Isa region of Northwest Queensland around 20 kilometres to the southeast of Syndicated's Barbara copper-gold resource.

A total of nine holes for 676 metres were drilled at Blue Star with best results including:

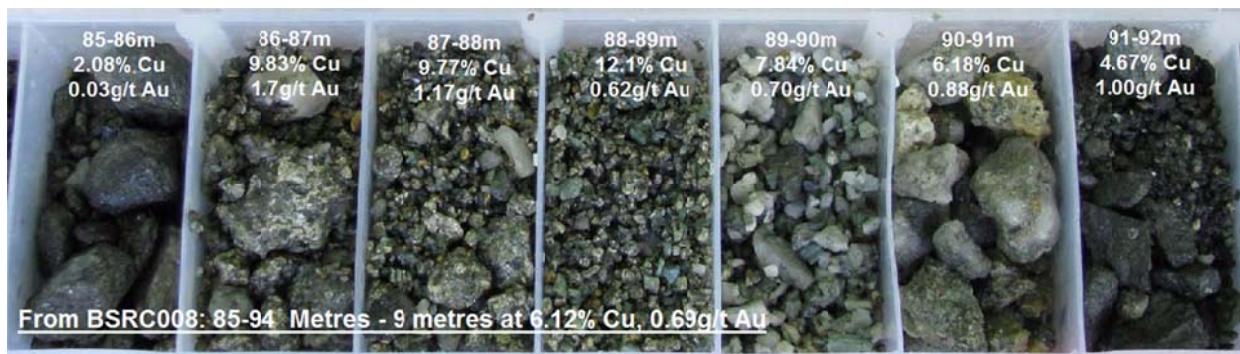
- **9 metres at 6.12% Cu and 0.69g/t Au from 85 metres including 4 metres at 9.89% Cu, 505ppm Co and 1.05 g/t Au in BSRC008. Drilling ended in mineralisation;**
- **14 metres at 1.1% Cu from 23 metres including 2 metres at 1.95% Cu from 23 metres and 2 metres at 3.76% Cu from 35 metres in BSCR007;**
- **7 metres at 1.55% Cu from 38 metres including 1 metre 8.12% from 41 metres in BSRC014;**
- **4 metres at 1.65% from 47 metres in BSCR010.**

Commenting on the results Syndicated's Managing Director Mr Russell Davis said: "The Blue Star results are very encouraging and appear to indicate the presence of a high grade, steeply south-plunging shoot within a lower grade steeply dipping mineralised envelope.

The high grade copper-gold zone is open at depth and indeed the deepest hole BSRC08 into the main shoot was prematurely abandoned in strong copper mineralisation due to drilling difficulties and will be re-drilled in the next program.

Drilling is expected to recommence shortly with the aim of enabling a JORC compliant resource to be calculated for the deposit, adding to the existing sulphide copper resource at Barbara which currently stands at 5.3 million tonnes grading 1.4% copper for 76,000 tonnes of contained metal."

Blue Star is part of the West Leichhardt Joint Venture (SMD 51% and operator and MET 49%) and is strategically located approximately 15 kilometres north of the sealed Barkly Highway close to established infrastructure.



**Blue Star - BSRC008 85-92 metres**

Drilling has also been completed at the Green Zone prospect as part of the 2011 program with results anticipated to be available shortly.

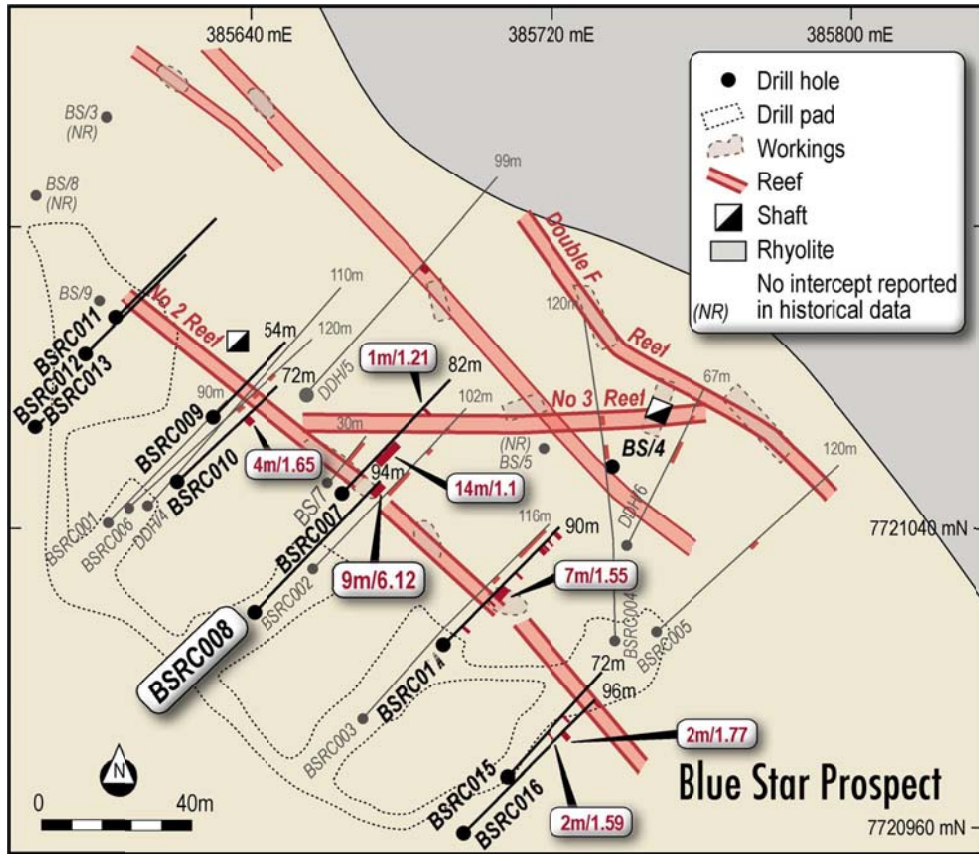
For further information on the Company view our website at [www.syndicatedmetals.com.au](http://www.syndicatedmetals.com.au) or contact:

**Russell Davis**  
**Managing Director**  
**T: 0419 195 087**

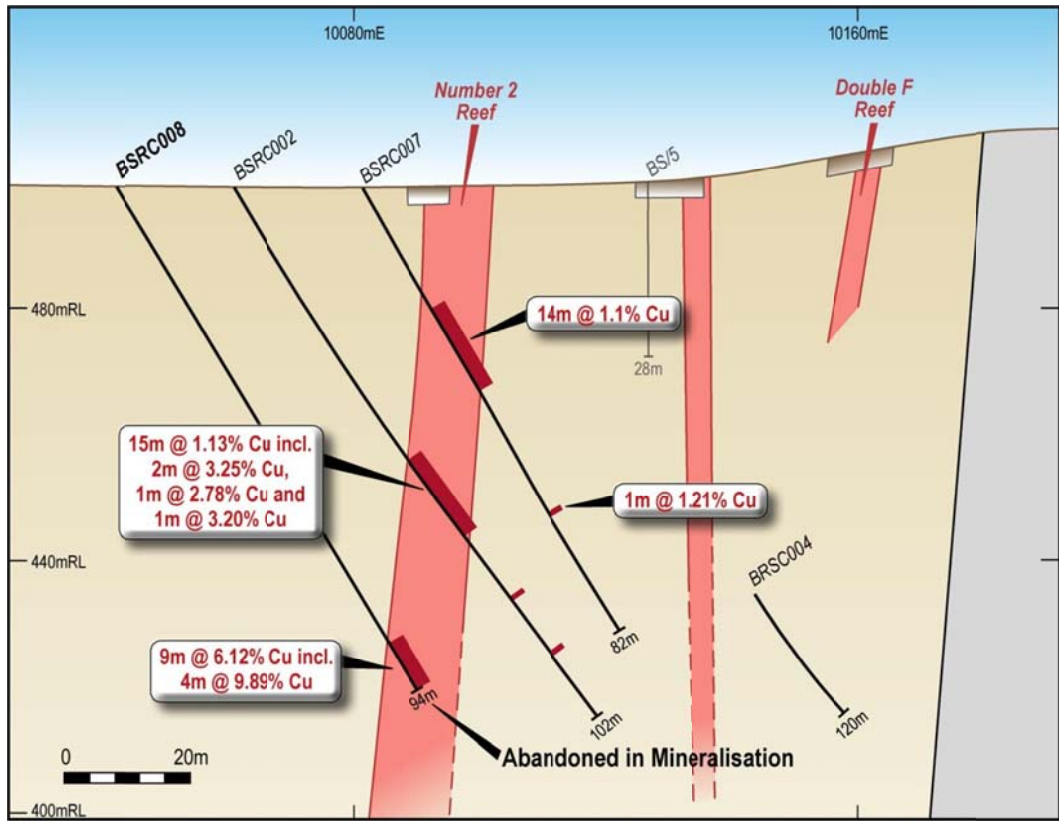
**Martin Pyle**  
**Chairman**  
**T: 0429 999 552**

### **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.



**Blue Star - Drill Hole Plan**



**Blue Star - Cross Section through BSRC008**

**Blue Star – Significant Intercepts**

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
BSRC009	385631	7721070	500	54	-60	45	No significant Intercepts							
BSRC010	385621	7721052	500	72	-60	45		47	51	4	1.65	0.23	1.4	178
							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
BSRC015	385709	7720975	500	72	-60	45		29	30	1	1.59	0.19	1.7	78
								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

## APPENDIX 1

The Indicated and Inferred Mineral Resources for the Barbara Deposit as at November 2010 are tabulated below. Refer also to Syndicated's ASX announcement dated November 17<sup>th</sup> 2010 for details. The upgraded resource is reported at cut-offs of 0.5% and 1% by JORC category (Table 1) and by tenement - EPM 15564 (100% Syndicated) and EPM 16112 (51% Syndicated / 49% Mount Isa Metals Limited), (Table 2).

**Table 1: Barbara Deposit Mineral Resource Tabulation**

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

Resources By Classification - Copper Zone - 0.5% Cu cut-off											
Category	Tonnes	Cu %	Au g/t	Ag g/t	Co ppm	Cueq%	Cu t	Au ozs	Ag ozs	Co t	CuEq t
Indicated	3,778,000	1.6	0.2	2.7	265	1.8	59,000	18,000	328,000	1,000	68,000
Inferred	1,552,000	1.1	0.1	2.0	272	1.3	17,000	6,000	102,000	400	20,000
<b>Total</b>	<b>5,331,000</b>	<b>1.4</b>	<b>0.1</b>	<b>2.5</b>	<b>267</b>	<b>1.7</b>	<b>76,000</b>	<b>25,000</b>	<b>430,000</b>	<b>1,400</b>	<b>89,000</b>
Resources By Classification - Copper Zone - 1% Cu cut-off											
Category	Tonnes	Cu %	Au g/t	Ag g/t	Co ppm	Cueq%	Cu t	Au ozs	Ag ozs	Co t	CuEq t
Indicated	1,913,000	2.4	0.2	4.1	366	2.7	45,000	14,000	249,000	700	52,000
Inferred	686,000	1.5	0.2	2.9	297	1.8	10,000	4,000	64,000	200	12,000
<b>Total</b>	<b>2,598,000</b>	<b>2.1</b>	<b>0.2</b>	<b>3.7</b>	<b>348</b>	<b>2.5</b>	<b>56,000</b>	<b>17,000</b>	<b>312,000</b>	<b>900</b>	<b>64,000</b>

**\* - 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.

**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
<b>EPM15564 (100% SMD)</b>	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					
	<b>EPM15564</b>	<b>3,339,000</b>	<b>1.6</b>	<b>0.2</b>	<b>2.7</b>	<b>272</b>	<b>1.8</b>	<b>52,000</b>	<b>16,000</b>	<b>286,000</b>	<b>900</b>	<b>61,000</b>
<b>EPM16112 (51% SMD)</b>	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					
	<b>EPM16112</b>	<b>1,992,000</b>	<b>1.2</b>	<b>0.1</b>	<b>2.2</b>	<b>258</b>	<b>1.4</b>	<b>24,000</b>	<b>8,000</b>	<b>143,000</b>	<b>500</b>	<b>28,000</b>
	<b>Total</b>	<b>5,331,000</b>	<b>1.4</b>	<b>0.1</b>	<b>2.5</b>	<b>267</b>	<b>1.7</b>	<b>76,000</b>	<b>25,000</b>	<b>430,000</b>	<b>1,400</b>	<b>89,000</b>
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
<b>EPM15564 (100% SMD)</b>	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					
	<b>EPM15564</b>	<b>1,705,000</b>	<b>2.3</b>	<b>0.2</b>	<b>4.0</b>	<b>379</b>	<b>2.7</b>	<b>40,000</b>	<b>12,000</b>	<b>221,000</b>	<b>600</b>	<b>46,000</b>
<b>EPM16112 (51% SMD)</b>	Indicated	388,000	2.2	0.2	3.9	300	2.5					
	Inferred	505,000	1.4	0.2	2.6	279	1.7					
	<b>EPM16112</b>	<b>893,000</b>	<b>1.8</b>	<b>0.2</b>	<b>3.2</b>	<b>288</b>	<b>2.0</b>	<b>16,000</b>	<b>5,000</b>	<b>92,000</b>	<b>300</b>	<b>18,000</b>
	<b>Total</b>	<b>2,598,000</b>	<b>2.1</b>	<b>0.2</b>	<b>3.7</b>	<b>348</b>	<b>2.5</b>	<b>56,000</b>	<b>17,000</b>	<b>312,000</b>	<b>900</b>	<b>64,000</b>

(\*See Table 1 comments)