

CAPE LAMBERT REACHES SETTLEMENT WITH MCC

Cape Lambert Resources Limited (ASX: CFE) is a fully funded mineral development company with exposure to iron ore, copper, gold, uranium, manganese, lithium and lead-silver-zinc assets in Australia, Europe, Africa and South America.

Australian Securities Exchange Code: CFE

Ordinary shares
635,727,857

Unlisted Options
500,000 (\$0.15 exp 30 Sept 2015)

Board of Directors

Tony Sage
Executive Chairman

Tim Turner
Non-executive Director

Jason Brewer
Non-executive Director

Ross Levin
Non-executive Director

Melissa Chapman
Company Secretary

Key Projects and Interests

Marampa Iron Ore Project
Pinnacle Group Assets

Cape Lambert Contact

Tony Sage
Executive Chairman

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Key Points:

- Cape Lambert to receive approx. A\$51.6M after reaching settlement with MCC
- Boosts cash, receivables and listed securities to approx. A\$100M and unrestricted cash to A\$70M
- Board to meet in next two weeks to approve a dividend and/or return of capital to shareholders

Australian resources and investment company, Cape Lambert Resources Limited (ASX: CFE) (Cape Lambert or the Company) is pleased to advise that settlement has been reached with Metallurgical Corporation of China Limited (MCC) over the final A\$80 million payment from the sale of the Cape Lambert magnetite iron ore project.

The Company notes that both the Arbitrator and Escrow agent have been advised to release A\$30 million to MCC and the balance, of approximately A\$51.6 million, to Cape Lambert. The Company expects to receive the funds within the week.

The Singapore International Arbitration Centre has been informed that a settlement has been reached and will immediately issue a procedural order suspending the arbitrations.

Cape Lambert Executive Chairman Mr Tony Sage said "The Company is very happy to see a resolution of this matter." Mr Sage also said "This is a good outcome for all parties involved, I am grateful for the co-operation shown by MCC in reaching settlement."

Following receipt of the funds, Cape Lambert will have cash, receivables and listed securities to the value of A\$100 million which includes unrestricted cash of A\$70 million.

With this matter now finalised the board of Cape Lambert will be meeting within the next two weeks to finalise a dividend and/or return of capital to shareholders.

Yours faithfully
Cape Lambert Resources Limited

Tony Sage
Executive Chairman