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18 July 2008

Evraz S.A and related entities - Notice of substantial holder for Cape Lambert Iron Ore Limited (ASX:CFE)

We act for Evraz S.A.. We attach a copy of a notice of initial substantial holder in relation to Cape Lambert Iron Ore Limited.

Yours faithfully



Our reference
WJK RZN
02 1430 1348

Partner
Bill Koeck
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Contact
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rupert.nolan@blakedawson.com

9 pages

Form 603
Corporations Act 2001
Section 671B

Notice of initial substantial holder

To Company Name/Scheme Cape Lambert Iron Ore Limited (CFE)

ACN/ARSN 095 047 920
This notice is given by Evraz Group S.A. on behalf of itself and each of its controlled bodies corporate (**Evraz Subsidiaries**) named in annexure A.

1. Details of substantial holder (1)

Name Evraz Group S.A.
ACN/ARSN (if applicable) _____

The holder became a substantial holder on 16/07/2008

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

| Class of securities (4) | Number of securities | Person's votes (5) | Voting power (6) |
|----------------------------|----------------------|--------------------|------------------|
| Fully Paid Ordinary Shares | 72,083,164 | 72,083,164 | 19.00% |

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

| Holder of relevant interest | Nature of relevant interest (7) | Class and number of securities |
|---|--|--------------------------------|
| Evraz Group S.A. | Beneficial owner of 60,083,164 ordinary shares; taken under section 608(8) of the Corporations Act to have voting power of more than 20% in Delong Holdings Limited by virtue of a put and call option agreement with Best Decade Holdings Limited exercisable until 16 August 2008 subject to regulatory approval condition precedent to acquire shares in Delong Holdings Limited and therefore taken under section 608(3)(a) of the Corporations Act to have the relevant interest that Delong Holdings Limited has in 12,000,000 ordinary shares | 72,083,164 ordinary shares |
| Delong Holdings Limited | Beneficial owner | 12,000,000 ordinary shares |
| Lanebrook Limited | Taken under section 608(3)(b) of the Corporations Act to have a relevant interest by reason of having control of Evraz Group S.A. | 72,083,164 ordinary shares |
| Crosland Global Limited | Taken under section 608(3)(a) of the Corporations Act to have a relevant interest by reason of Crosland Global Limited having voting power above 20% in Lanebrook Limited. | 72,083,164 ordinary shares |
| Greenleas International Holding Limited | Taken under section 608(3)(a) of the Corporations Act to have a relevant interest by reason of Greenleas International Holding Limited having voting power above 20% in Lanebrook Limited. | 72,083,164 ordinary shares |
| Each of the Evraz Subsidiaries | Taken under section 608(3) of the Corporations Act to have a relevant interest by reason of having voting power (through the relevant interests of its associate, Lanebrook Limited) above 20% in Evraz Group S.A. | 72,083,164 ordinary shares |

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

| Holder of relevant interest | Registered holder of securities | Person entitled to be registered as holder (8) | Class and number of securities |
|--|--|--|--------------------------------|
| Evraz Group S.A. (and parties named in section 3) | Merrill Lynch (Australia) Nominees Pty Ltd | Evraz Group S.A. | 60,083,164 ordinary shares |
| Delong Holdings Limited (and parties named in section 3) | Delong Holdings Limited | Delong Holdings Limited | 12,000,000 ordinary shares |

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder

became a substantial holder is as follows:

| Holder of relevant interest | Date of acquisition | Consideration (9) | | Class and number of securities |
|---|---------------------|--|----------|--------------------------------|
| | | Cash | Non-cash | |
| Evrax Group S.A. (and parties named in section 3) | 18/07/2008 | \$0.277 cash per share upon exercise of listed options (31 October 2008 at 27.7 cents) | | 58,050,143 ordinary shares |
| Evrax Group S.A. (and parties named in section 3) | 02/06/2008 | Acquisition on ASX for \$0.6491 per share | | 1,834,622 ordinary shares |
| Evrax Group S.A. (and parties named in section 3) | 23/06/2008 | Acquisition on ASX for \$0.7337 per share | | 367,012 ordinary shares |

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

| Name and ACN/ARSN (if applicable) | Nature of association |
|-----------------------------------|--|
| Each of the Evrax Subsidiaries | Body Corporate controlled by the substantial holder Evrax Group S.A. |

7. Addresses

The addresses of persons named in this form are as follows:

| Name | Address |
|--|--|
| Evrax Subsidiaries | See annexure A. |
| Evrax Group S.A. | Allee Scheffer, L-2520, Luxembourg, R.C.S. Luxembourg B 105615 |
| Delong Holdings Limited | 80 Raffles Pl., Ste. 56-02 UOB Plz. 1, Singapore, Singapore |
| Lanebrook Limited | Julla House, 3 Themistocles Dervis Street, CY-1066 Nicosia, Cyprus |
| Crosland Global Limited | Julla House, 3 Themistocles Dervis Street, CY-1066 Nicosia, Cyprus |
| Greenleas International Holding Limited | Omar Hodge Building, 3rd Floor, Wickhams Cay 1, Road Town, Tortola, British Virgin Islands |
| Merrill Lynch (Australia) Nominees Pty Ltd | Level 38, Governor Phillip Tower, 1 Farrer Place, Sydney 2000 |

Signature

| | | | |
|------------|---|----------|---------------------------|
| print name | Bill Koeck | capacity | Authorised representative |
| sign here |  | date | 18 July 2008 |

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
- (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (7) Include details of:

- (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
- (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

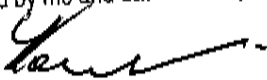
See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.

- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown."
- (9) Details of the consideration must include any and all benefits, moneys and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.

ANNEXURE A

This is the Annexure of 5 pages marked "A" referred
to in the form 603 Notice of initial substantial holder

Signed by me and dated 18 July 2008



Bill Koeck- Authorised Representative

Evrax Group S.A.

| Company Name | Address |
|---|---|
| Agalios Investments Ltd. | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Aino Dake Maritime (Malta) | 167 Merchants Street, Valletta, Malta |
| Alkiniros Holdings Ltd. | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Annia S.R.L. | Via E.Ferni, 28, San Giorgio Di Nogaro (UD), Italy |
| Ardilan Finance Limited (CYP) | 15 Agiou Pavlou Street. Ledra House, Agios Andreas 1105 Nicosia Cyprus |
| Camrose Pipe Corp. dba Columbia Structural Tubing | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| CCM4 | 1000 SW Broadway # 2200 Portland, OR 97205 |
| Chantusos Holdings Ltd., | Bld.1, Metallurgov str., Nizhny Tagil, Sverdlovsk region, Russia, 622025 |
| Cheremshanka | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Claymont Steel | 5, 52, Frunze str. Nizny Tagil, Sverdlovsk area, 622002 |
| Coal Company Yuzhkuzbassugol | 4001 Philadelphia Pike Claymont, Delaware 19703 |
| Coke Oven Overseas Contr. Ltd. (CYP) | 654027 Russia Kemerovo region Novokuznetsk Kurako str. 33 |
| Crownwing Ltd. (CYP) | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| SP Evrazmetallstroi | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| East Metals Ltd. (CYP) | B.Pochtovaya str., 36 bld. 6-7-8, Moscow 107082, Russia |
| | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia |

| Company Name | Address |
|--------------------------------------|--|
| | Cyprus |
| East Metals SA (Swiss) | 9-11 Rue du Prince 1204 Geneva Switzerland |
| Emmy NA S.a.r.l. (Lux) | 1 Allee Scheffer L-2520 Luxembourg |
| EuroaziaHolding LLC | 15 4/5 Dolgorukovskaya street, Moscow 127006, Russia |
| Evrax Claymont Steel Holdings, Inc. | 4001 Philadelphia Pike Claymont, Delaware 19703 |
| Evrax EK | 2B Hlebozavodskaya Str. Novokuznetsk Kemerovo region Russia |
| EVRAZ INC. NA | 2711 Centerville Road, Suite 400, Wilmington, New Castle, Delaware, USA |
| Evrax Oregon Steel | 1000 SW Broadway Suite 2200 Portland |
| Evrax Overseas SA (CH) | Via al Chioso, 8 6900 Lugano Switzerland |
| EVRAZ PALINI E BERTOLI S.P.A. (IT) | Via E.Feml, 28, San Giorgio Di Nogaro (UD), Italy |
| Evrax Securities SA (Lux) | 1 Allee Scheffer L-2520 Luxembourg |
| Evrax Vitkovice Steel (CZK) | Ostrava -Hulvaky, Štramberská č.p. 2871/47 709 00 Czech Republic |
| EvraxEnergioTrans | 3 Pavlovskogo Str. Novokuznetsk Kemerovo Region 654007 Russia |
| EvraxGroup SA (Lux) | 1 Allee Scheffer L-2520 Luxembourg |
| EvraxRuda | 652990 Russia Kemerovo region Tashtagolsky area Tashtogol Lenina str. 21 |
| EvraxTekhnika | 15 str. 4-5 Dolgorukovskaya Str. Moscow 127006 Russia |
| EvraxTrans | 24 str. 4 Novoslobodskaya Str. Moscow 127055 Russia |
| Evro-Aziatskaya Energy Company | 2B, Chlebozavodskaya str., Novokuznetsk, Kemerovsk region |
| Federlan Enterprises Limited (CYP) | 15 Agiou Pavlou Street. Ledra House Agios Andreas 1105 Nicosia Cyprus |
| Feribol Holdings Ltd. | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| General Scrap Inc. | 3101 Valley Street PO Box 298 Minot, North Dakota 58702 |
| Greyridge Coal & Shipping Ltd. (CYP) | Vasilissis Freiderikis, 20 , El Greco House Office 104, P.C. 1066, Nicosia Cyprus |
| Heatshine Holdings Ltd. | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |

| Company Name | Address |
|---|--|
| Highveld Steel & Vanad. Corp. Ltd. | Old Pretoria Road, Portion 29 of the farm Schoongezicht, 308 JS, Witbank, Mpumalanga, South Africa |
| IPSCO Inc. | Old Pretoria Road Portion 29 of the farm Schoongezicht 308 JS Witbank Mpumalanga South Africa |
| Irbinskije energoseti | 4, Energetikov str., village Bolshaya Irba, Kuraginsk area, Krasnoyarsk region Russia, 662943 |
| Kita Dake Maritime (Malta) | 167 Merchants Street, Valletta, Malta |
| Korten Corporation (Panama) | P.H. Plaza 2000 Building, 50 th Street, Panama, Republic of Panama |
| Mae Dake Maritime (Malta) | 167 Merchants Street, Valletta, Malta |
| Mastercroft Finance Ltd. (CYP) | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Mastercroft Limited | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Mastercroft Mining Limited (CYP) | Julia House 3 Themistocles Dervis St. CY-1066 Nicosia Cyprus |
| MEF | 654005 Russia Kemerovskaya obl. region Novokuznetsk Pavlovskogo str., 3 |
| Metallenergofinance | 3 Pavlovskogo Str. Novokuznetsk Kemerovo Region 654007 Russia |
| Mine 12 | 652705 Russia Kiselevsk Chumova St., 2 |
| Nakhodka Sea Port | 692904 Russia Primorsky kray Nakhodka Portovaya str. 22 |
| Nikom, a.s. | Czech Republic, Mníšek pod Brdy č.900, Postal Code 252 10, Id. No.: 46356711 |
| NKMK | 654010 Russia Kemerovskaya obl. region Novokuznetsk Ploshad Pobedi 1 |
| NMTP | 22 Portovaya Str. Nakhodka Primorsky Region 693900 Russia |
| NTMK | 622025 Russia Sverdlovsk region Nijnij Tagil Metallurgov str. 1 |
| OJSC Bagleykoks | 1 V.V. Scherbytskoho Street, 51909 Dneprodzerzhinsk, Ukraine |
| OJSC Dneprodzerzhinsk Coke Chemical Plant | 1 Koleusivska Street, 51901 Dneprodzerzhinsk, Ukraine |
| OJSC Dneprokoks | 1 Koksokhimichna Street, 49064 Dnepropetrovsk, Ukraine |
| OJSC Dnepropetrovsky Metal Works | 3 Mayakovskoho Street, 9064 Dnepropetrovsk, Ukraine |

| Company Name | Address |
|-------------------------------------|---|
| OJSC Sukhaya Balka | 5 Constitution Street, Kryvyi Rig, 50015 Dnepropetrovsk, Ukraine |
| Oregon Steel Mills De Guayana | 1000 SW Broadway # 2200 Portland, OR 97205 |
| Oregon Steel Mills Processing, Inc. | 1000 SW Broadway # 2200 Portland, OR 97205 |
| OSM Distribution, Inc | 1000 SW Broadway # 2200 Portland, OR 97205 |
| Palmrose Ltd. | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Palini e Bertoli | Via Enrico Fermi 28 S. Giorgio di Nogaro (UD) 33058 Italy |
| Pamplune S.A. (Lux) | 1 Allee Scheffer L-2520 Luxembourg |
| Prichaly Kominterna | Port Uzhniy, Odesskiy region, 65481 Ukraine |
| Raspadskaya | 652870 Russia Kemerovskaya obl Mezhdurechensk, Mira St. 106 |
| SCCM | 16, Kosmicheskoe shosse, Novokuznetsk, Kemerovsk region Russia, 654043 |
| Shahta №12 | 652705 Russia Kiselevsk Chumova St., 2 |
| Sheregesh-Energo | Bld. 2a, Gagarina str., village Sheregesh, Tashtagol area, Kemerovsk region, Russia, 652971 |
| Sibmetinvest | 117218 Russia Krijanovsky str. 14 bld. 3 Moscow |
| Sinano Shipmanagement Ltd. (CYP) | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Sinillios Holdings Ltd. | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Steeltrade Ltd. (CYP) | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Strategic Minerals Corp. | 30 Main Street Danbury, CT 06810-3004 |
| TC EvrazHolding | 15 str. 4-5 Dolgorukovskaya Str. Moscow 127006 Russia |
| TD EvrazResours | 24 str. 4 Novoslobodskaya Str. Moscow 127055 Russia |
| TD EvrazResours Ukraine | Prosp. Gazeti Pravdi Dnepropetrovsk 49000 Ukraine |
| Telskie energoseti | Bld.20, Sovetskaya Str., village Verzhina Tel, Askizskiy area, Respublica Chakasia, 655731 |
| Tollipone Ltd. | Julia House 3 Themistocles Dervis Street CY-1066 Nicosia Cyprus |
| Unicroft Limited (CYP) | Julia House 3 Themistocles Dervis St. |

| Company Name | Address |
|---------------------------------------|---|
| | CY-1066 Nicosia Cyprus |
| United Coal Company "Yuzhkuzbassugol" | 654027 Russia Kemerovo region Novokuznetsk Kurako str. 33 |
| Vanston Ltd. (CYP) | Julia House 3 Themistocles Dervis St. CY-1066 Nicosia Cyprus |
| VGOK 5,1549 | Frunze str., Nizhny Tagil Sverdlovsk region 622002 Russia |
| VITKOVICE International GmbH | Jens Köhler Graf-Adolf-Strasse 18 D-40212 Düsseldorf Deutschland |
| VITKOVICE Steel Polska Sp.z o.o | Petr Konderla Żwirki i Wigury 14/6 40-063 Katowice Polen |
| Watney Ltd. (CYP) | Julia House 3 Themistocles Dervis St. CY-1066 Nicosia Cyprus |
| Yuzhkuzbassugol | 654027 Russia Kemerovo region Novokuznetsk Kurako str. 33 |
| ZAO "OUS" | 654066 Russia Kemerovskaya obl. Region Novokuznetsk Oktyabrskiy str., 63 |
| Zapadno-Sibirskaya TEZ | 23 Severnoe Shosse Novokuznetsk Kemerovo Region 654038 Russia |
| Zapadno-Sibirsky Isp. Centr | Novokuznetsk Kemerovo Region 654000 Russia |
| ZSGU | 654066 Russia Kemerovskaya obl. Novokuznetsk Oktyabrsky Prospect, 63 |
| ZSMK | 16, Kosmicheskoe shosse Novokuznetsk Kemerovskaya region Russia 654043 |
| ZSMK | 16, Kosmicheskoe shosse Novokuznetsk Kemerovskaya region Russia 654043 |
| ZTBD | 1, Metallurgov str. Nizhniy Tagil, Sverdlovsk region, 622025 |