

6 July 2009

The Company Announcements Office
ASX Limited

Via E Lodgement

Cape Lambert confirms intention to bid for Corvette Resources

HIGHLIGHTS

- **Cape Lambert to make off-market all scrip bid for ASX listed resources company Corvette Resources,**
- **Company currently holds a 19.9% stake in Corvette Resources, and**
- **Technical and corporate expertise of Cape Lambert to significantly enhance shareholder value for shareholders of Corvette and Cape Lambert,**

Australian resources company Cape Lambert Iron Ore Limited (**ASX: CFE**) (the **Company** or **Cape Lambert**) confirms its intention to make an off-market scrip takeover offer (the **Offer**) for all of the issued shares in ASX listed resources company Corvette Resources Limited (**ASX: COV**) (**Corvette**).

On 29 June 2009, Cape Lambert announced that it had completed the acquisition of the assets of listed resource company CopperCo Limited. The CopperCo assets included, without limitation, the shares in Mineral Securities Limited and its subsidiaries, including 19.99% in Corvette.

Cape Lambert believes the shareholders of Corvette would achieve greater value for their holding if combined with the significant technical and corporate expertise within Cape Lambert.

"This market is unforgiving for small resources companies, it is difficult to access capital, technical expertise and in the process unlock shareholder value," said Cape Lambert Executive Chairman Tony Sage.

"The Cape Lambert board believes it has the technical and corporate expertise to ensure the Corvette Resources asset portfolio is developed in a manner that ensures significant value to all shareholders."

"Importantly we also have a proven track record in strategically developing assets and when needed acquiring significant financial support. We have exceptional relationships with a range of off-take and development partners we feel could play a key role in enhancing the development opportunities of Corvette's assets," he added.

No separate offer will be made for any of Corvette's options with the result that holders of those options will need to exercise them in order to participate in the Cape Lambert offer.

Cape Lambert is in the process of preparing a formal Bidder's Statement and will lodge that document with the Australian Securities Exchange and the Australian Securities and Investments Commission shortly.

The proposed offer will be subject to a number of conditions. Details of the conditions of the offer are set out in Annexure A to this announcement, which contains an extract from the draft Bidder's Statement.

The Company notes the recent newspaper article in The Australian and confirms that it does not, at this stage, propose to make a takeover bid for Tianshan Goldfields Limited, Buka Gold Limited or NiPlats Australia Limited.

Yours faithfully
Cape Lambert Iron Ore Limited

Tony Sage
Executive Chairman

FOR MORE INFORMATION PLEASE CONTACT:

Cape Lambert Iron Ore Limited:
Tony Sage +61 (0)8 9380 9555

Australian Enquiries:
Professional Public Relations
David Tasker +61 (0)8 9388 0944

UK Enquiries:
Conduit PR
Jos Simson +44 (0)20 7429 6603/+44 (0) 7899870450

Cape Lambert website:
www.capelam.com.au

About Corvette Resources:

Corvette Resources Limited has established a portfolio of 100% owned Exploration Licences and Applications within Australia covering approximately 16,600 km² in Western Australia, Victoria, and Queensland.

It has secured advanced project areas in Victoria containing resources that exhibit potentially favourable mining and processing options, and good infrastructure. In addition, exploration projects have been secured in provinces with potential for mineral sands and gold deposits.

The portfolio of properties offers excellent potential for the discovery and development of mining projects.

Website: www.corvetteresources.com.au

CAPE LAMBERT IRON ORE LIMITED

ANNEXURE A

Capitalised terms used in this Annexure have the meanings given to them in the Bidder's Statement to be issued by Cape Lambert Iron Ore Limited in relation to the offer.

The offer and any contract that results from acceptance of the offer are subject to the fulfilment of the following conditions:

- a) no agreements or arrangements exist under which other parties have rights to terminate or vary a material agreement or arrangement with Corvette, or acquire a material interest in Corvette or a substantial interest in shares in Corvette, as a result of Cape Lambert's acquisition of Corvette Shares, except where a waiver has been given;
- b) between the Announcement Date and the end of the Offer Period, no event has occurred or become public that is, or is reasonably likely to be, a Material Adverse Event;
- c) no prescribed occurrences (being occurrences listed in Section 652C(1)(a) – (h) and Section 652C(2)(a) – (e) of the Corporations Act but applied to an off market takeover bid) occur in relation to Corvette or its subsidiaries during the period from the Announcement Date to the date which is three (3) Business Days after the end of the Offer Period without the prior consent of Cape Lambert; and
- d) between the Announcement Date and the end of the Offer Period, Corvette and its subsidiaries do not declare, distribute or resolve to pay or provide any dividend, bonus or other share of its profits or assets.