

17 February 2010

Mr Matthew Foy
Senior Adviser, Issuers (Perth)
ASX Limited
Level 8
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Matthew

Re: Response to Cape Lambert Resources Limited – ASX Query regarding media report

We refer to your letter dated today's date regarding statements made in a Dow Jones Newswires ("Dow Jones") article on 14 February 2010 (the "Media Article").

In response to your questions we advise as follows:

1. *Is the Company aware of any information concerning it that has not been announced? In answering this question please specifically address the comments in the Media Article on the Dow Jones.*

Cape Lambert Resources Limited (the "Company") is not aware of any information concerning it that has not been announced.

To clarify, the Company confirms that it is undertaking an internal due diligence process in respect of Griffin Coal Mining Company Pty Ltd ("Griffin"). As at today's date, neither the Company nor any of its representatives have been in contact with or in discussions with Griffin or any of its representatives or key stakeholders.

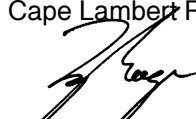
The Company conducts internal due diligence investigations into numerous companies, assets and businesses and Griffin is just one of such companies.

The Company confirms that it will remain in compliance with Listing Rule 3.1 and should it become aware of any information that is required to be announced, it will immediately release that information to ASX.

2. *Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.*

The Company confirms that, in its opinion, it is in compliance with the Listing Rules and in particular Listing Rule 3.1.

Yours faithfully
Cape Lambert Resources Limited



Tony Sage
Executive Chairman



17 February 2010

Ms Eloise Von Puttkammer
Company Secretary
Cape Lambert Resources Limited
18 Oxford Close
LEEDERVILLE WA 6007

By e-mail.

Dear Eloise,

ASX Limited
ABN 98 008 624 691
Level 8
Exchange Plaza
2 The Esplanade
Perth WA 6000

GPO Box D187
Perth WA 6840

Telephone 61 (08) 9224 0000
Facsimile 61 (08) 9221 2020
Internet <http://www.asx.com.au>

Cape Lambert Resources Limited (the "Company")

I refer to my telephone conversation with Mr. Tony Sage earlier this morning and the article on the Dow Jones News Wires on 14 February 2010 ("Dow Jones"). The Dow Jones article stated the Company is carrying out due diligence on Griffin Coal Mining Company Pty Ltd (the "Media Article"), specifically:

"We are about a week away from finalising our due diligence and then we are going to set up a meeting with the receivers and the state government."

"Sage said while no decision had yet been made, Cape Lambert was looking at buying mining assets of Griffin as well as the power generating capacity held by its Griffin Power unit, which is not in administration."

In light of the Media Article, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced? In answering this question please specifically address the comments in the Media Article on the Dow Jones.
2. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail or facsimile on facsimile number (08) 9221 2020 . It should not be sent to the Company Announcements Office.

A response is requested as soon as possible and, in any event, not later than 12pm WST (3pm EDST) today, 17 February 2010.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the 's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts, we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely,



Matthew Foy

Senior Adviser, Issuers (Perth)