

## Company Presentation

Cape Lambert Resources Limited is pleased to attach a copy of the presentation which will be delivered by Company executives on the roadshow to brokers and investors in London and New York this week.

Yours faithfully  
CAPE LAMBERT RESOURCES LIMITED

**Eloise von Puttkammer**  
Company Secretary

Cape Lambert is an Australian domiciled, mineral investment company. Its current investment portfolio is geographically diverse and consists of mineral assets and interests in mining and exploration companies.

The Company continues to focus on investment in early stage resource projects and companies, primarily in iron ore, copper and gold. Its "hands on" approach is geared to add value and position assets for development and/or sale.

The Board and management exhibit a strong track record of delivering shareholder value.

### Australian Securities Exchange Code: CFE

Ordinary shares  
625,759,256

Unlisted options (30 June 2010)  
8,350,000

### Board of Directors

Tony Sage Executive Chairman  
Tim Turner Non-executive Director  
Brian Maher Non-executive Director

Eloise von Puttkammer  
Company Secretary

### Key Projects and Interests

Lady Annie Copper Project  
Sappes Gold Project  
DMC Mining Limited  
Corvette Resources Limited

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**Market Update  
April 2010**

# Disclaimer



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Throughout this presentation all figures are quoted in A\$ dollars unless otherwise stated.

You should not act or refrain from acting in reliance on this presentation material. This overview of the Company does not purport to be all inclusive or to contain all information which its recipients may require in order to make an informed assessment of Cape Lambert’s prospects. You should conduct your own investigation and perform your own analysis in order to satisfy yourself as to the accuracy and completeness of the information, statements and opinions contained in this presentation before making any investment decision.

Information in this presentation that relates to Exploration Results, Mineral Resources or Ore Reserves is based on previous announcements made by Cape Lambert (or other relevant parties) to the ASX.

This presentation does not constitute financial product advice (nor investment, tax, accounting or legal advice) and has been prepared without taking account of any person’s investment objectives, financial situation or particular needs.

# At a Glance



- ▶ Australian mineral investment company, listed on ASX,
- ▶ Geographically diverse portfolio of mineral assets, and interests in mining and exploration companies,
- ▶ Cash assets of A\$72 million (including environmental performance bonds primarily related to Lady Annie) at 29 January 2010, no bank debt and fully funded,
- ▶ Cash receivable of A\$80 million due in second half of 2010, plus convertible notes of A\$9.2 million maturing inside 24 months,
- ▶ Cash receivable from sale of Lady Annie A\$130 million (A\$5 million deferred),
- ▶ Estimated cash outgoing of A\$23 million to be paid in May 2010,
- ▶ Directors & management hold 5.2% of the Company,
- ▶ Recent track record of delivering shareholder value.
  - ▶ October 2008, A\$100 million capital/dividend payment,
  - ▶ Proposed partially franked dividend of A\$0.08 - 0.10 per share on successful sale of Lady Annie, paid prior to 30 June 2010.

# Business Model & Strategy

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- ▶ Leverage off strong balance sheet (cash reserves) and relationships,
- ▶ Invest in early stage resource projects and companies that are considered undervalued or distressed,
- ▶ Assets and investments are primarily iron ore, copper, gold and uranium,
- ▶ Add value through a “hands on” approach,
- ▶ Position assets for ultimate sale,
- ▶ Regularly distribute cash to shareholders via dividend payments as asset realisations occur.

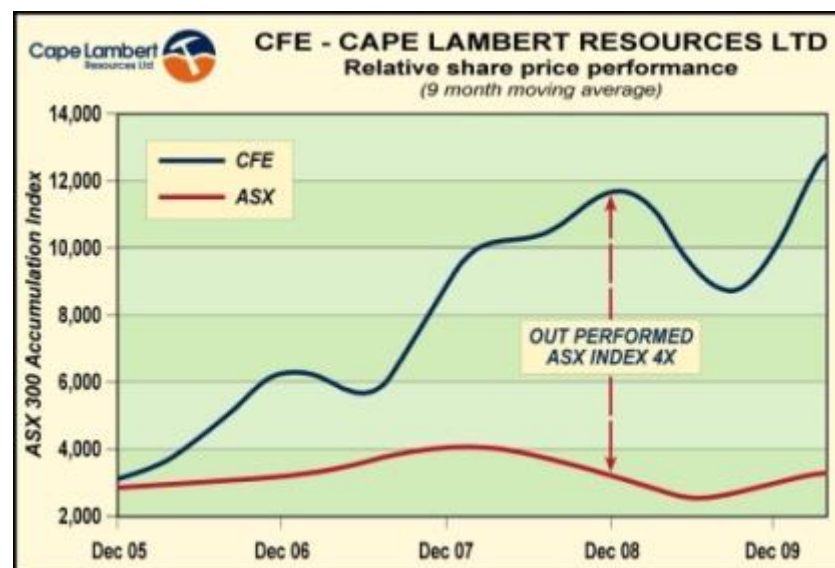
# Corporate



## Capital Structure

Ordinary shares (ASX: CFE)	625M
Market Cap at \$0.50	\$312M
Cash & receivables	\$290M
Amount owing	\$23M
Enterprise value	\$45M
Options	
30 June 2010 - \$0.432	8.4M
Shareholding	
Directors & management	5.2%
Top 20	63%

## Share Price Performance



Substantial Shareholders	Holding (%)
African Minerals	19.0%
UK & European Institutions	12.6%
Australian Institutions	11.2%
USA Institutions	6.7%
Directors & Management	5.2%
Delong Holdings	4.5%

# Directors & Management



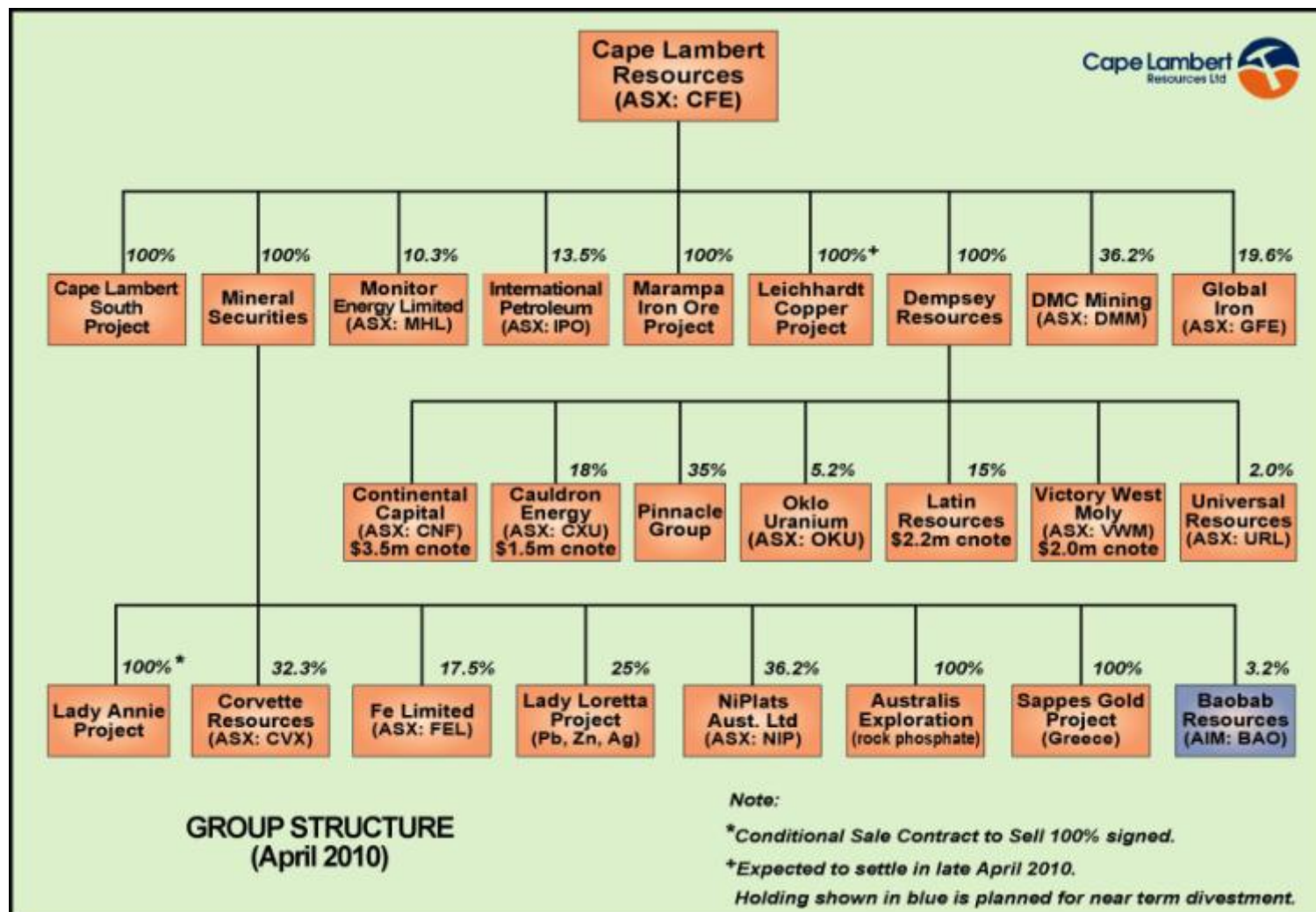
## Directors

Tony Sage	<i>Executive Chairman</i> Over 25 years experience in corporate advisory, funds management and capital raisings.
Tim Turner	<i>Non-Executive Director</i> Over 25 years experience in management and business consultancy and a partner in an accountancy practice.
Brian Maher	<i>Non-Executive Director</i> Mining engineer with over 40 years experience in the mining industry working in Australia, Liberia, Guyana & the Philippines.
Ross Levin	<i>Non-Executive Director</i> Holds degrees in both Law and Economics, extensive experience in acquisitions, corporate restructuring, and takeovers and is currently a senior partner in the commercial division of Rigby Cooke Lawyers.

## Key Management

Joe Ariti	<i>General Manager</i> Metallurgist with over 25 years experience in the mining industry working in Australia, Indonesia, PNG & Africa.
Fiona Taylor	<i>Chief Financial Officer</i> Chartered accountant with over 13 years experience in both commerce and professional practice in South Africa, Australia and the UK.
Kim Bischoff	<i>GM – Exploration</i> Geologist with 26 years experience in exploration, development and mining working in Australia, Southeast Asia and Africa.
Simon McDonald	<i>Head of M&amp;A</i> Simon has extensive experience in capital markets and has spent the last decade as a professional investor for Merrill Lynch, Lehman Brothers and Commerzbank.

# Group Structure





# Sale of Lady Annie



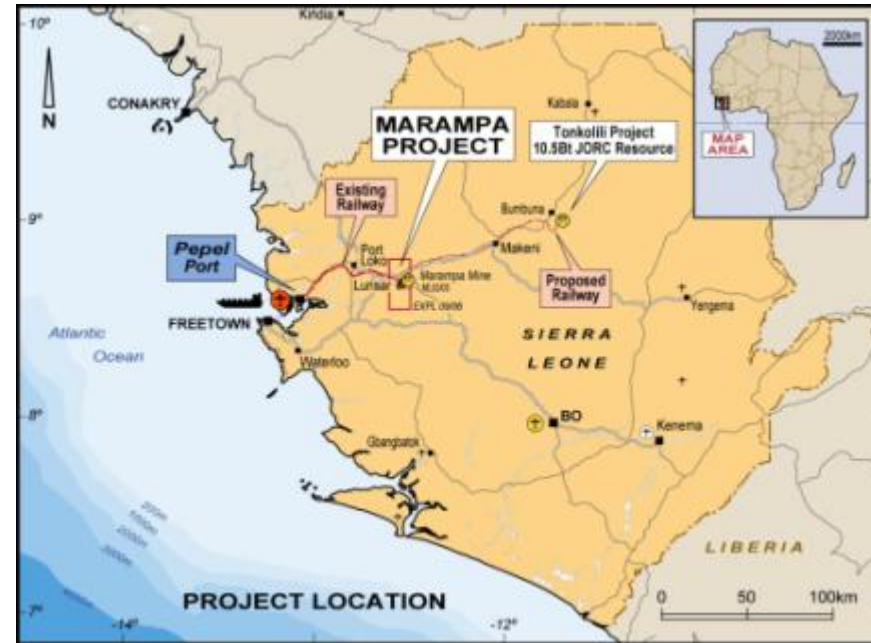
- ▶ Conditional sale agreement entered into with China Sci-Tech Holdings (“CST”),
- ▶ CST not a SOE, listed on the Hong Kong Exchange, principally involved in financial instruments and property investment,
- ▶ In 2009 acquired Martabe gold & silver project from OZ Minerals (US\$210m transaction),
- ▶ Sale consideration A\$135 million as follows;
  - ▶ A\$5 million deposit – now paid,
  - ▶ A\$125 million on completion – expected prior to 31 May 2010,
  - ▶ A\$2.5 million on production of first 10k tonne of copper cathode,
  - ▶ A\$2.5 million on delineation of additional 25k tonnes of oxide copper reserves.
- ▶ Key conditions,
  - ▶ FIRB – now satisfied,
  - ▶ CST Shareholder approval - anticipated early May.



# Marampa Iron Ore Project (100% ownership)



- ▶ Specular hematite, operated from 1933 to 1977,
- ▶ Proximal to existing mineral railway that connects to Pepel Port - refurbishment in progress,
- ▶ Cape Lambert has access and ownership rights to mineral railway & Pepel Port,
- ▶ Hard rock drill targets defined & diamond drill testing commenced at Gafal West and Matukia prospects (total 26 holes for 8,432m),
- ▶ Bench scale metallurgical test work completed on Gafal West composite samples – high iron and mass recoveries utilising WHIMS,
- ▶ Hard rock target size ± 500-600 million tonnes.

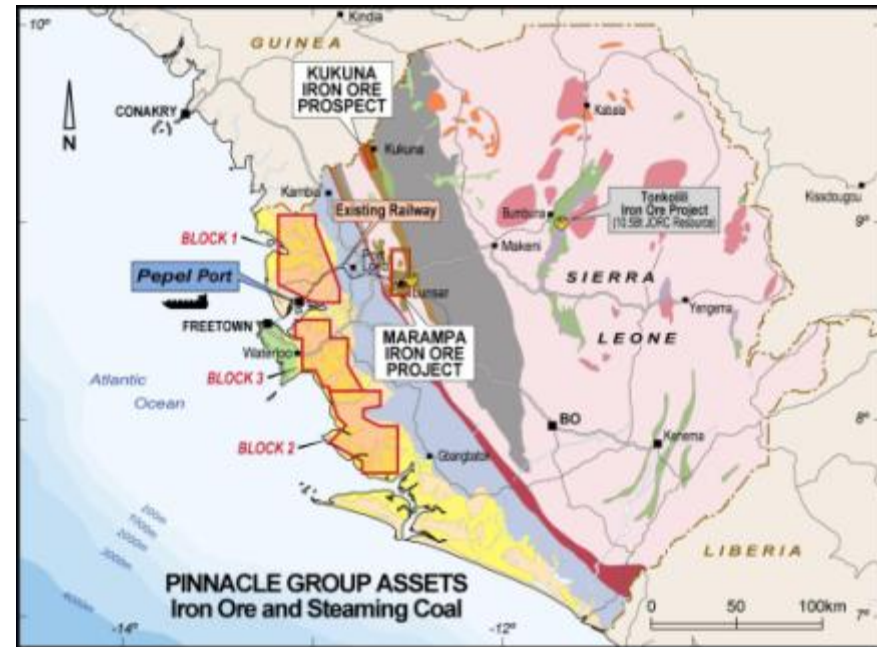


Rougher WHIMS Test Work	Mass %	Fe Rec. %	Fe%	SiO <sub>2</sub> %	Al <sub>2</sub> O <sub>3</sub> %	P %
0-50m Feed – 30% Fe	43	90.5	63.2	5.8	1.8	0.03
50-200m Feed – 28% Fe	43	92.3	61.1	7.4	1.8	0.04

# Pinnacle Group Assets (35% ownership and Manager)



- ▶ Iron ore and steaming coal prospects – Sierra Leone
- ▶ Kukuna iron ore prospect hosted in same rock unit as Marampa:
  - ▶ 68km<sup>2</sup> granted licence,
  - ▶ > 10km of prospective formation with outcropping enriched specular hematite,
  - ▶ Geophysical survey in 2010 to generate drill targets.
- ▶ 3,400km<sup>2</sup> in 3 blocks prospective for brown coal – potential feed stock for power generation,
- ▶ Other iron ore opportunities being investigated.

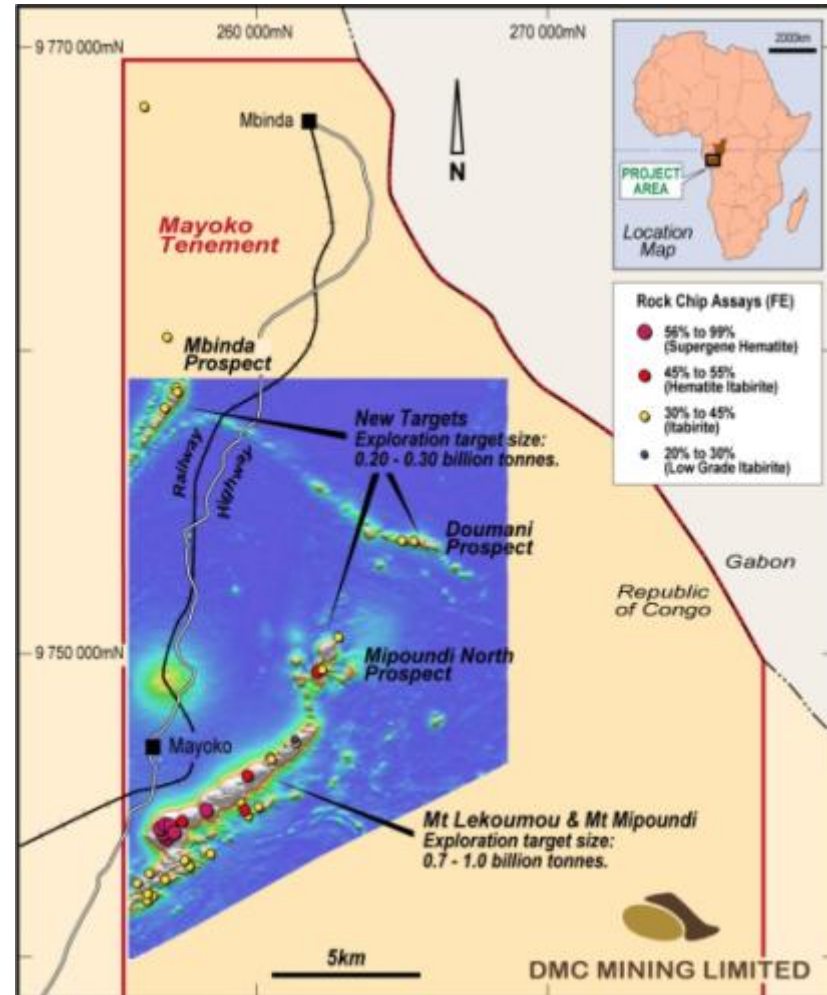


# DMC Mining Limited

(Hold 36.2% - ASX: DMM)



- ▶ 80% interest in Mayoko Iron Ore Project,
- ▶ Within 3km of railway that connects to Atlantic coastal seaport at Point Noire,
- ▶ Exploration target size  $\pm$  0.9 - 1.3 billion tonnes of itabirite iron ore,
- ▶ Drilling started December 2009 – 4 holes completed for 1,055m,
- ▶ 3 holes on first traverse at Mt Lekoumou confirm target size assumptions:
  - ▶ 40m of enriched hematite overlying 2 magnetite itabirite lenses,
  - ▶ lenses up to 120m thick down to 350m depth with soft itabirite 30m thick overlying itabirite magnetite BIF.
- ▶ Cash take-over bid of A\$0.40 per share launched.



# Sappes Gold Project



- ▶ 100% Ownership
- ▶ Project based on developing;
  - ▶ High-grade, underground Viper resource (total Mineral Resource – 1Mt at 21.4 g/t Au),
  - ▶ Small, open pit on St Demetrios mineralisation (total Mineral Resource – 0.8 Mt at 3.4 g/t Au).
  - ▶ Planned production of 100koz pa over 5 years (in dore and flotation concentrate) for a cash operating cost of A\$430 per oz,
  - ▶ Development capital circa. A\$120M.
- ▶ Historical permitting delays, but now targeting;
  - ▶ Feasibility Study Update (no cyanide usage)- Completion May 2010.
  - ▶ Preliminary Environmental Impact study- Lodgement August 2010.

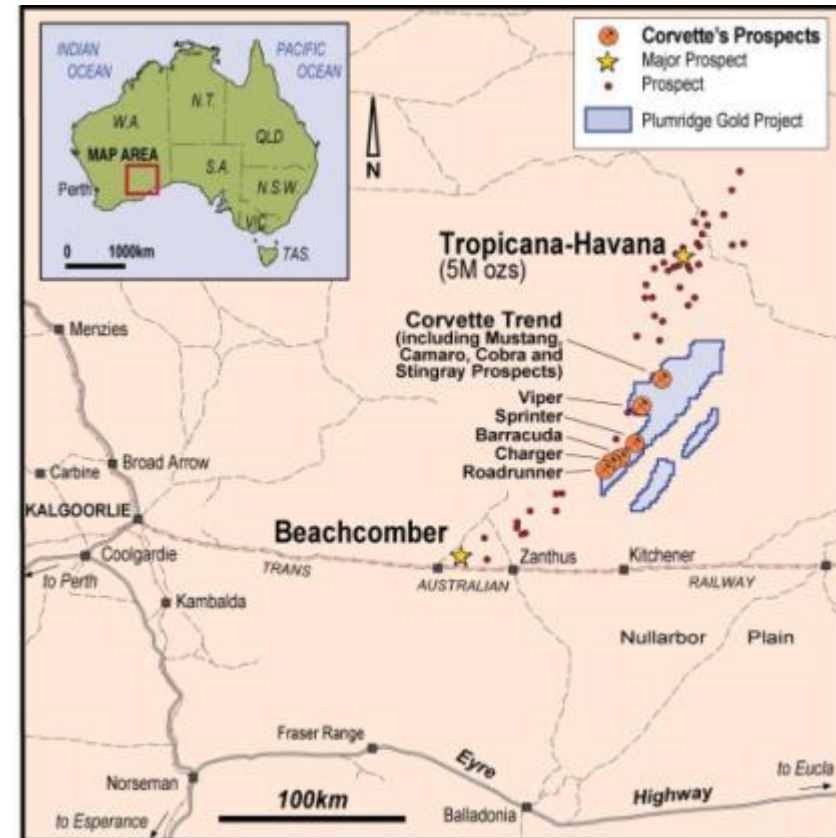


# Corvette Resources – Gold

(Hold 32.3% - ASX: CVX)



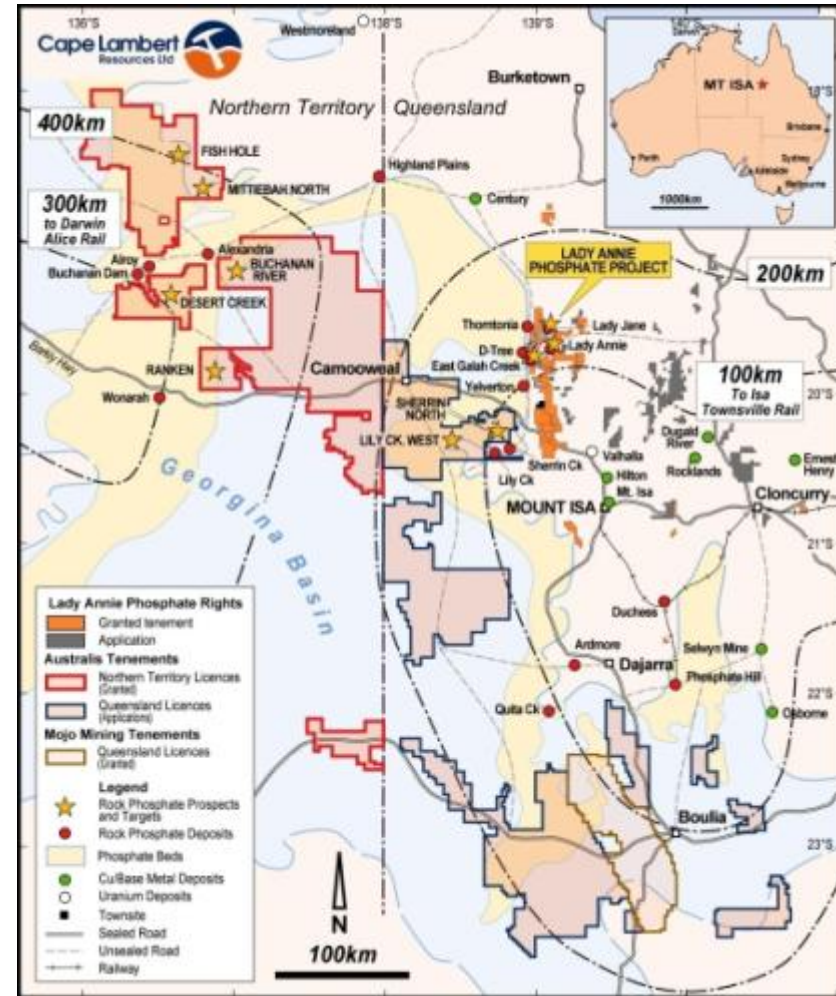
- ▶ Plumridge Gold Project comprising strategic tenement holding of 2,300km<sup>2</sup> in emerging Albany-Fraser gold province,
  - ▶ Province hosts the 5 million oz Tropicana-Havana deposit (70km north along strike),
  - ▶ Extensive anomalous gold in soil/calcrete at Corvette trend (12km), Viper (1km) and southern anomalies (total 15km),
  - ▶ Numerous, encouraging high-grade RC and diamond gold intersections in the Corvette trend requiring follow-up, other anomalies untested,
  - ▶ AngloGold & Independence Group committed to a feasibility study around a A \$520 million investment to produce 360k oz gold pa over 10 years.
- ▶ Strong cash position (A\$30m) – fully funded programs/business development.



# Australis –Phosphate (100% owned subsidiary)



- ▶ Granted exploration licences of 25,000 km<sup>2</sup> in Qld and NT and 20,000km<sup>2</sup> of applications in Qld,
- ▶ A large part of landholding covers edges of Georgina Basin prospective for rock phosphate,
- ▶ Includes Lady Annie Phosphate Rights:
  - ▶ Covers part of the Lady Annie and Lady Jane rock phosphate deposits discovered in the 1970's.
  - ▶ adjoins Legend International's D-Tree/Paradise Project with Inferred Mineral Resource of 305Mt at 15%P<sub>2</sub>O<sub>5</sub>.
- ▶ Mojo Mining Pty Ltd acquired through A \$1.75 million scrip transaction – prospective for Mt Isa style deposits under cover.
- ▶ Reconnaissance exploration work program, ahead of potential IPO.



# Other Key Assets



<b>Asset</b>	<b>Interest</b>	<b>Commodity</b>	<b>Stage</b>	<b>Location</b>
Lady Loretta	25%	Pb-Zn-Ag	Preproduction	Qld, Australia
Fe Limited	17.5%	Iron Ore	Exploration	Midwest, Australia
Cauldron	18%	Uranium	Exploration	Australia/Argentina
IPO	13.5%	Oil & Gas	Exploration	Kazakhstan
Leichhardt	100%	Copper	Operations	Qld, Australia



# Value Proposition



Asset	A\$ Value
Cash, Bonds, Option monies	\$72M
Cash Receivables / Con notes	\$220M
Cash Outgoing	(\$23M)
Equities (mark-to-market)	\$65M
Marampa (100%)	\$300M?
Sappes (100%)	\$50M?
Australis (100%)	?
Lady Loretta (25%)	?
Cape Lambert South (100%)	?
<b>Total</b>	<b>++\$700M</b>

**Notes:**

1. Cash receivables relates to the final payment to be received in respect of the sale of the Cape Lambert project, cash from the sale of Lady Annie and repayment of convertible notes.
2. Equities were marked-to-market on 4 March 2010.
3. Marampa value based on "asking price" in respect of a trade sale.
4. Sappes value based on the preferred value determined by the Independent Expert in CopperCo Limited's ASX release dated 30 June 2008 "*Prospectus to acquire all the issued shares in Mineral Securities Limited*".

# Attributes



## **Competent Persons Statement**

The Metallurgical information in this presentation is based on information compiled by GV Ariti who is a Member of The Australasian Institute of Mining and Metallurgy. Mr. Ariti has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr. Ariti consents to the inclusion in this report of the matters based on his information in the form and the context in which it appears.

The Exploration information in this presentation is based on information compiled by K Bischoff who is a Member of The Australasian Institute of Mining and Metallurgy. Mr. Bischoff has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Mr. Bischoff consents to the inclusion in this report of the matters based on his information in the form and the context in which it appears.

## **Mineral Resources**

Australis Rock Phosphate - Mineral Resources quoted in this presentation in respect of Legend International’s D-Tree Project are sourced from United States Securities and Exchange Commission Form 8-K Report dated 14 May 2009.

Sappes Gold Project - Mineral Resources quoted in this presentation in respect of Sappes are based on previous announcements made to ASX Limited by CopperCo Limited, specifically ASX release dated 30 June 2008 “*Prospectus to acquire all the issued shares in Mineral Securities Limited*”.

## **Exploration Target Size Statements**

Target sizes quoted in this presentation are conceptual in nature and in respect of the target sizes quoted, there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource. Target sizes referred to in this presentation refer to potential tonnages of iron ore mineralisation that have been estimated using available exploration information including historic and contemporary geological mapping, geochemical sampling of outcrops, pits and trenches, wide spaced diamond drill holes and modelling of ground and airborne geophysical survey data.

## **Production and Cost Information**

Sappes Gold Project – Production rates, capital and operating costs quoted in this presentation in respect of Sappes are based on previous announcements made to ASX Limited by CopperCo Limited, specifically ASX release dated 30 June 2008 “*Prospectus to acquire all the issued shares in Mineral Securities Limited*”.