

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

31 May 2010

Cape Lambert Resources Limited**TRADING HALT**

The securities of Cape Lambert Resources Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Wednesday, 2 June 2010 or when the announcement is released to the market.

Security Code: CFE

Jill Hewitt
Adviser Issuers (Perth)



31 May 2010

Matthew Foy
ASX Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Matthew

Request for trading halt

Cape Lambert Resources Limited ("Cape Lambert") (ASX: CFE) requests that an immediate trading halt be granted by the Australian Securities Exchange ("ASX") with respect to its ordinary shares.

In accordance with Listing Rule 17.1, Cape Lambert advise that:

- Cape Lambert seeks the trading halt pending an announcement to be made to the market regarding the trade sale of the Lady Annie Project;
- Cape Lambert requests the trading halt end on the earlier of the commencement of normal trading on Wednesday, 2 June 2010, or when the anticipated announcement referred to above is released to the market;
- Cape Lambert is not aware of any reason why the trading halt should not be granted, or of any other information necessary to inform the market about the trading halt.

Yours faithfully
Cape Lambert Resources Limited

A handwritten signature in black ink, appearing to read 'Eloise von Puttkammer', is written over the typed name.

Eloise von Puttkammer
Company Secretary

