

20 August 2010

Company Announcements Office
ASX Limited
Exchange Plaza
2 The Esplanade
PERTH WA 6000

Via E-Lodgement

COMPULSORY ACQUISITION OF SHARES IN DMC MINING LIMITED COMPLETED

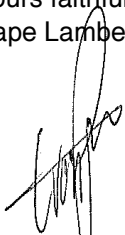
Cape Lambert Resources Limited (**Cape Lambert**) (**ASX:CFE**) has now completed the compulsory acquisition of all remaining shares in DMC Mining Limited (**DMC Mining**) pursuant to the "Notice of Compulsory Acquisition" lodged with the Australian Securities and Investments Commission on 12 July 2010.

Cape Lambert is now the registered holder of 100% of the issued share capital of DMC Mining.

Attached to this announcement is a copy of the written notice and covering letter which will be sent to each former shareholder of DMC Mining whose DMC Mining shares have been compulsorily acquired. The notice informs each former shareholder that the consideration for the acquisition of their DMC Mining shares has been received and is being held by DMC Mining in accordance with the Corporations Act 2001 (Cth) pending their instructions as to how it is to be dealt with.

It is anticipated that DMC Mining will be removed from the official list of ASX in accordance with Listing Rule 17.14 in the near future.

Yours faithfully
Cape Lambert Resources Limited



Eloise von Puttkammer
Company Secretary

20 August 2010

MR JOHN SMITH 1
FLAT 123
123 SAMPLE STREET
THE SAMPLE HILL
SAMPLE ESTATE
SAMPLEVILLE VIC 3030

Dear Former DMC Mining Shareholder

Completion of Compulsory Acquisition of your shares in DMC Mining Limited

We refer to the off-market takeover offer (**Offer**) by Cape Lambert Resources Limited (ACN 095 047 920) (**Cape Lambert**) to acquire all the issued shares of DMC Mining Limited (ACN 121 513 620) (**DMC Mining**), which closed at 5.00pm (AWST) on 8 July 2010.

On 12 July 2010, Cape Lambert announced that, in accordance with section 661A of the Corporations Act 2001 (Cth), it would compulsorily acquire all remaining DMC Mining shares for which it had not received acceptances under the Offer, and issued a "Notice of Compulsory Acquisition Following Takeover Bid" to compulsorily acquire your DMC Mining shares for 53 cents per share (**Notice**).

In accordance with the Notice, Cape Lambert has now completed the compulsory acquisition of your DMC Mining shares. Cape Lambert has been registered as the holder of those shares and has provided to DMC Mining the consideration payable for the shares, which you are now entitled to claim in respect of your holding (**Consideration**).

DMC Mining is now holding the Consideration on trust for you, pending receipt of directions from you as to how to deal with it. A Claim Form for the purpose of claiming the Consideration payable to you is enclosed.

Please complete and sign the Claim Form and return it (with any accompanying documents that the Claim Form instructs you to provide) as soon as possible to Computershare Investor Services Pty Limited (Computershare) in accordance with the instructions provided on the Claim Form.

It should be noted that if you do not instruct DMC Mining as to how it should deal with the Consideration payable to you within applicable statutory timeframes, it is anticipated that the unclaimed Consideration will be gazetted as unclaimed property and ultimately transferred to the Australian Securities and Investment Commission to be dealt with as unclaimed property in March 2012.

If you have any queries regarding the above, please contact Computershare on 1300 557 010 (callers within Australia) or +613 9415 4000 (callers outside Australia).

Yours faithfully
Cape Lambert Resources Limited



Tony Sage
Executive Chairman
Encl.

DMC Mining Limited ABN 38 121 513 620
Compulsory Acquisition
Cash Proceeds Claim Form

To: Company Secretary
 DMC Mining Limited



All correspondence to:
 Computershare Investor Services Pty Limited
 GPO Box D182 Perth
 Western Australia 6840 Australia
 Enquiries (within Australia) 1300 557 010
 (outside Australia) 61 3 9415 4000
 Facsimile 61 8 9323 2033
 web.queries@computershare.com.au
 www.computershare.com

MR JOHN SMITH 1
 FLAT 123
 123 SAMPLE STREET
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 SAMPLE ESTATE
 SAMPLEVILLE VIC 3030

Security Reference Number (SRN)
 I 1234567890

I/We, the person(s) named above, being the former holder(s) of the number of DMC Mining Limited (**DMM**) Shares shown, hereby claim the cash amount payable for those DMM Shares and instruct DMM to pay the proceeds resulting from the compulsory acquisition of my/our DMM Shares by Cape Lambert Resources Limited and being held by DMM on my/our behalf to me/us.

Number of DMM Shares formerly held
XXX,XXX,XXX
Amount Payable at A\$0.53 per DMM Share
\$XXX,XXX.XX

I/We agree that this will be a complete release and discharge of all your obligations to me/us in respect of the consideration for the acquisition of my/our DMM Shares and that you will not be responsible for any loss of documents in the ordinary course of the post.

I/We authorise and give consent for DMM and/or its registry to do all things necessary to arrange and complete this Share Consideration Claim process, including (without limitation) authorising officers of DMM and/or Computershare to release my information and sign any documents on my/our behalf to facilitate the process.

Please refer to the instructions on the reverse for completion of this form and then sign and date here.

Individual or Shareholder 1

Sole Director and Sole Company Secretary

Shareholder 2

Director

Shareholder 3

Director/Company Secretary

Day	/	Month	/	Year
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Please provide your contact details so we can contact you if necessary:

Contact name:

Business hours telephone number:

Instructions for Completion

1. Please check that your address details are correct. If the details are incorrect, please alter the details by hand and initial the changes.

2. Please sign and date this form in the spaces provided.

(a) **Joint holding**

Where the holding is in more than one name, all of the securityholders must sign.

(b) **Companies**

This form must be signed by a Director, a Company Secretary or Sole Director and Company secretary. Please indicate the office held by signing in the appropriate space or affix the Company Seal.

(c) **Power of Attorney and Deceased Estates**

If this form is signed under power of attorney, or by the executors or administrators of a deceased estate, the relevant power of attorney, probate or letters of administration, together with any other documents required by law, (or certified copies of those documents) must be attached.

If this form is signed under power of attorney, the attorney declares that they have no notice of revocation of that power.

This Claim Form may not be valid unless it is properly completed, signed and dated in accordance with the procedures set out above.

If this Claim Form is not properly completed and/or dated, DMM may, in its sole discretion, deem your Claim Form to be properly completed and/or dated.

Please RETURN this form (properly completed, signed and dated) and any other relevant documents as soon as possible to:

DMC Mining Limited
C/- Computershare Investor Services Pty Limited
GPO Box D182
PERTH WA 6840

Facsimile: 61 8 9323 2033