

Company Presentation

Cape Lambert Resources Limited (**ASX: CFE**) (**Company**) is pleased to attach a copy of the presentation which will be delivered by Company executives in the Eastern States this week.

Yours faithfully
Cape Lambert Resources Limited

Claire Tolcon
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
688,108,792

Unlisted Options
8,800,000 (\$0.45 exp 30 Nov 2012)

Board of Directors

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

Claire Tolcon
Company Secretary

Key Projects and Interests

Marampa Iron Ore Project
Pinnacle Group Assets
African Iron Limited
International Goldfields Limited

Cape Lambert Contact

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»» Market Update

January 2012



Advancing undervalued mineral assets

Tony Sage - Executive Chairman

» Progressive Global Mineral Investment Company



Cape Lambert is a diversified mineral investment company listed on the ASX (CFE)

Strategic Portfolio

- » Geographically diverse portfolio of mineral assets and interests
- » Multiple commodities
- » Pipeline of quality projects

Fully funded

- » No bank debt
- » Cash in bank at 30 Sep 2011 A\$25 M
- » Cash generated from sale of Sappes Project A\$32.5 M

Cash flows

- » A\$72.2 M receivable under African Iron takeover bid
- » Receivables and convertible notes of A\$87.9 M¹
- » Deferred consideration receivable from sale of Lady Annie A\$5 M²

Ownership

- » Directors hold approximately 6.45% of the Company
- » Top 20 hold 71.3% of the Company

1 Legal Action has commenced to recover the final A\$80 M owing from MCC.

2 Triggered by the achievement of certain production milestones

» Delivering Shareholder Value



Strong track record of delivering shareholder value

May 2006
In specie
distribution of
International
Goldfields (now
International
Petroleum market
cap A\$119m)



Oct 2007
In specie
distribution of
Global Iron
(now African
Petroleum
market cap
A\$639m)

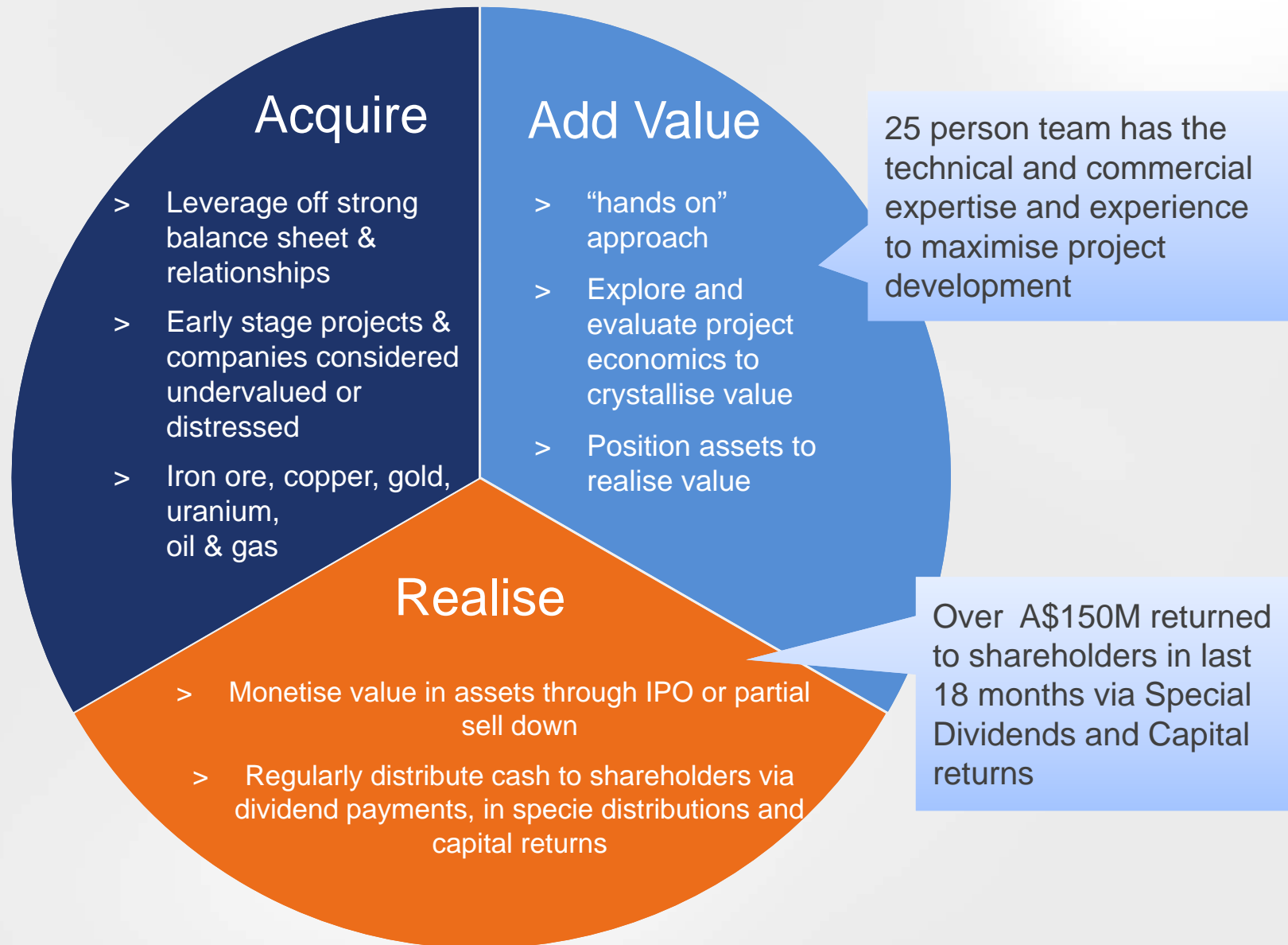


Oct 2008
A\$100 million
capital/
dividend
payment
(from sale of
Cape Lambert
magnetite
deposit)

July 2010
A\$44 million
fully franked
special
dividend
payment
(from sale of
Lady Annie
Copper
Project)

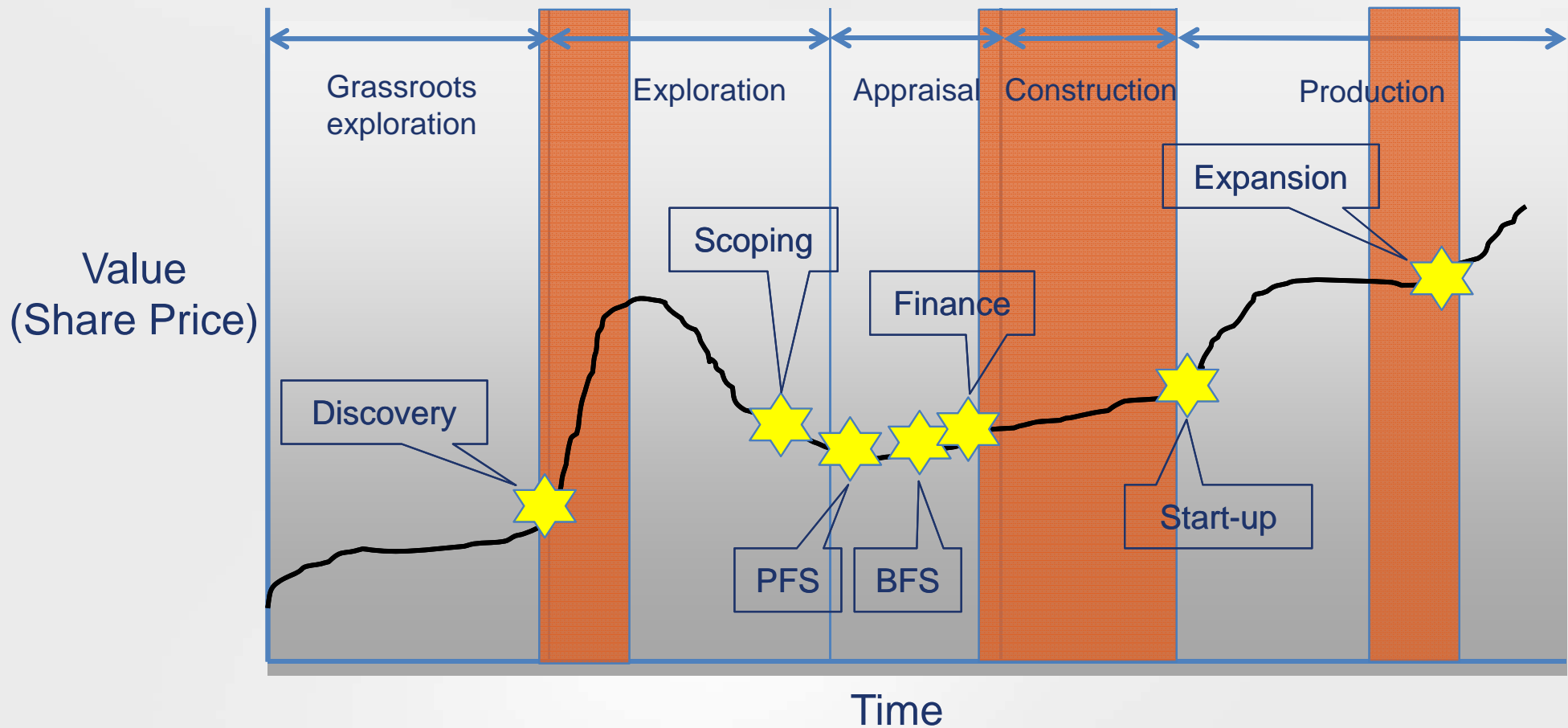
Feb 2011
On market
buy-back 54
million shares
for A\$32
million

» Business Model & Strategy



» Business Model & Strategy

 Investment 'sweet spot'



Quality assets in project pipeline

Earmarked for sale

Marampa (Fe)
Sierra Leone



Leichhardt – Mt Cuthbert
(Cu), QLD Australia

Exploration projects

Australis / Mojo
(phosphate, Cu,
Zn), QLD Australia



Leichhardt -
Regional (Cu),
QLD Australia



Kukuna (Fe)
Sierra Leone

Early exploration

Sandenia
(Fe) Guinea



Rokel (Fe)
Sierra Leone

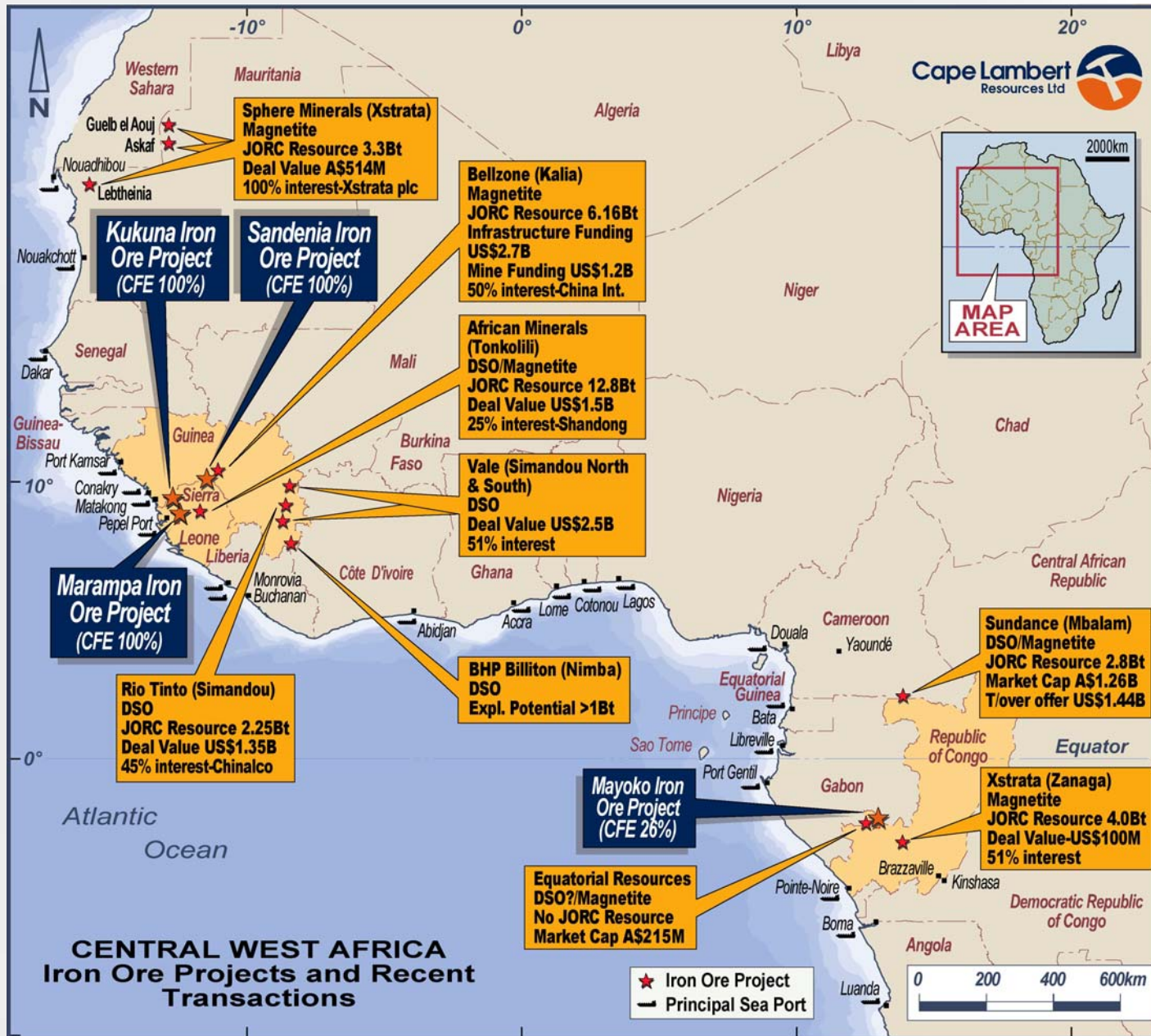


Regional Gold,
Cote d'Ivoire



New
Projects

West African Emerging Iron Ore Business - "The Next Pilbara"



» Marampa Iron Ore Project Highlights



JORC resource of 680Mt at 28.2% Fe, supporting 10Mtpa high quality hematite concentrate production for >20 years.



Scoping study for 10Mtpa, standalone open pit mining development complete:

- » Stage 1 – 2.5Mtpa capex US\$460 million; Stage 2 – 10Mtpa capex US\$1.05 billion
- » 22 year mine life at US\$52/t FoB
- » After tax NPV_{10%} US\$1 billion with IRR = 34%

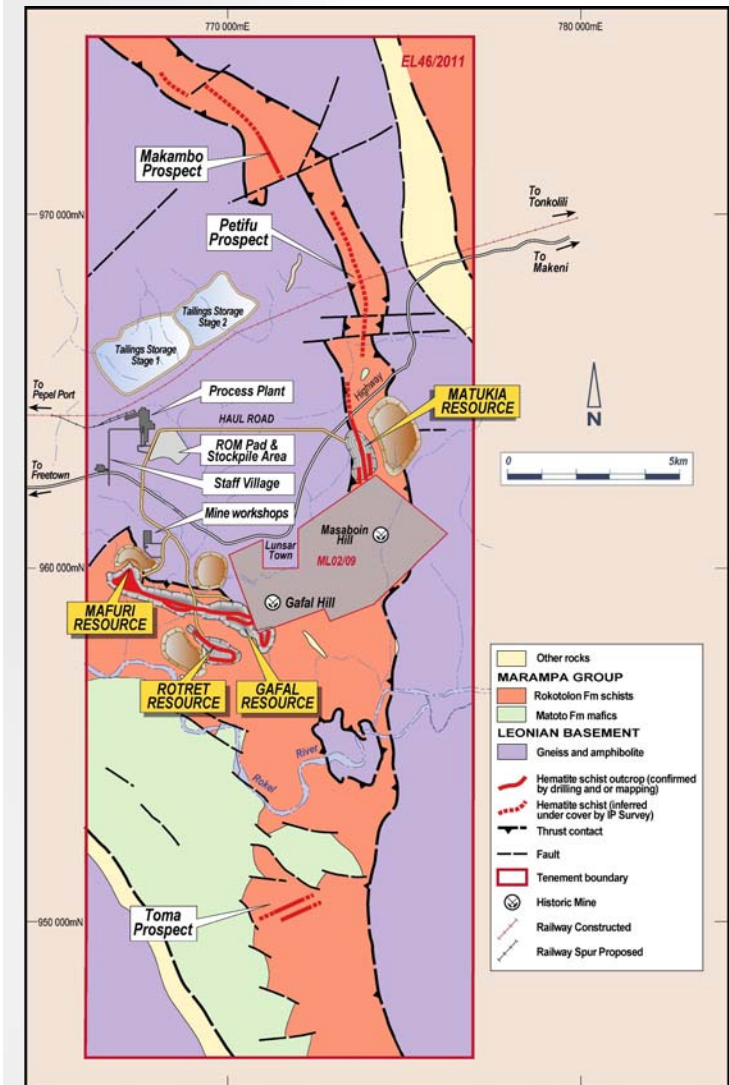


<2.5km from existing refurbished heavy haulage Lunsar–Pepel railway (73km), rights to access (rail and port).

» Marampa Iron Ore Project - Overview



Location	<ul style="list-style-type: none"> » Republic of Sierra Leone » Large land position (305km²)
Ownership	<ul style="list-style-type: none"> » 100% CFE
JORC Mineral Resources	<ul style="list-style-type: none"> » 4 deposits with 680Mt at 28.2% Fe (15% Fe cutoff) » Indicated 261Mt at 28.7% Fe and Inferred 419Mt at 27.9% Fe
Exploration Target ¹	<ul style="list-style-type: none"> » >6km of undrilled strike at 3 prospects » Total exploration target 0.7 – 1.0Bt at 25-35% Fe (including JORC resource)
Metallurgy and Products	<ul style="list-style-type: none"> » Coarse primary grind size (P₉₈ of 850µm), low power costs, life of mine average mass yield 37.9%, ~65% Fe concentrate » Sinter fines and pellet feed. Possible DRI feed
Project stage	<ul style="list-style-type: none"> » Scoping Study at 10Mtpa concentrate completed, feasibility and permitting commenced
Rail and Port Access	<ul style="list-style-type: none"> » Access to 5Mtpa secured. Additional 5Mtpa access in progress.



» Kukuna Iron Ore Project Highlights



Granted exploration licence with potential to define large specular hematite deposits under laterite cover analogous to Marampa.



Exploration target of 1-2 billion tonnes at 30-40% Fe of hematite schist iron ore. Initial trenching and drilling in progress.

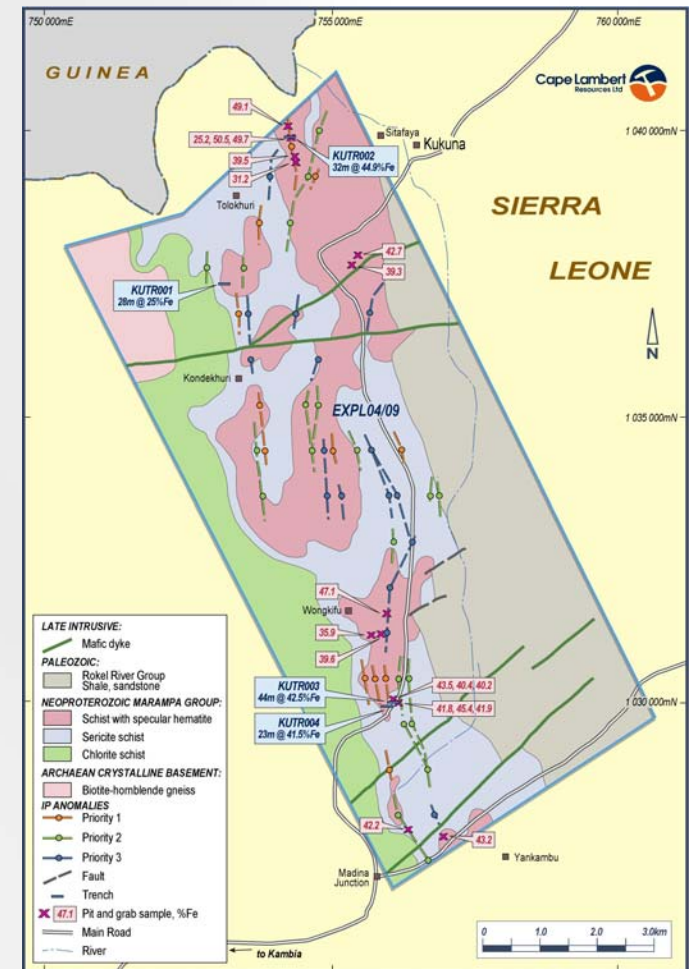


80km from Pepel-Lunsar railway and Atlantic Coast.

» Kukuna Iron Ore Project - Overview



Location	<ul style="list-style-type: none"> » Republic of Sierra Leone » 68km² granted licence
Ownership	<ul style="list-style-type: none"> » Pinnacle Group Assets (CFE 100%)
Exploration Target ¹	<ul style="list-style-type: none"> » Three target trends with total prospective strike of ~20km » Exploration target 1 – 2.0 Bt at 30-40% Fe of hematite schist iron ore
Product	<ul style="list-style-type: none"> » High grade hematite concentrate
Project stage	<ul style="list-style-type: none"> » Early exploration » Trenching & drilling program commenced in July 2011 on priority targets
Rail and Port Access	<ul style="list-style-type: none"> » Located ~80km from existing Pepel-Lunsar railway and the Atlantic Coast. » Transport and shipping options being examined.



1. The estimates of Exploration Target sizes should not be misunderstood as estimates of Mineral Resources. The estimates of Exploration Target sizes are conceptual in nature and there has been insufficient results received from drilling to date to estimate a Mineral Resource in accordance with the JORC Code (2004). It is uncertain if future exploration will result in the determination of a Mineral Resource.

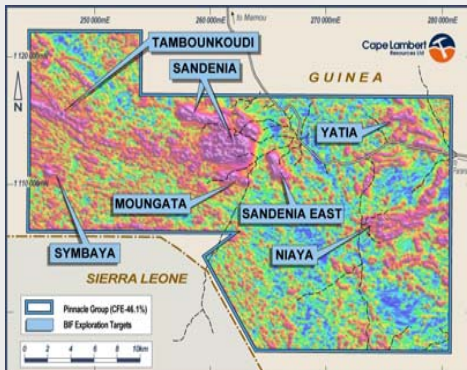
» Sandenia Iron Ore Project Highlights



2 granted exploration licences adjacent to Bellzone's 6.2Bt Kalia Iron Project in Guinea.



7 weathered and fresh magnetite Banded Iron Formation targets identified with total strike length of >20km. Surface samples up to 48.5% Fe.

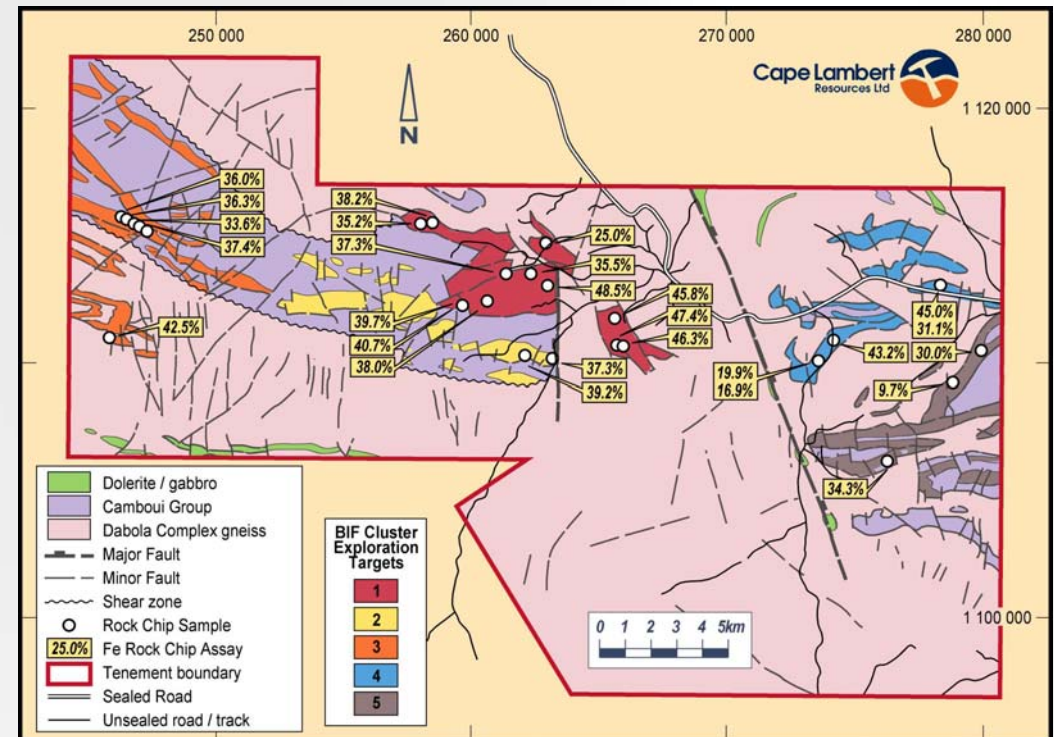


Preparations underway to start scout drilling at the priority targets Sandenia and Sandenia East.

» Sandenia Iron Ore Project - Overview



Location	<ul style="list-style-type: none"> » Republic of Guinea » Two granted exploration permits (608km²)
Ownership	<ul style="list-style-type: none"> » Pinnacle Group Assets (CFE 100%)
Exploration Target ¹	<ul style="list-style-type: none"> » Seven exploration targets prospective for enriched oxide and magnetite BIF » Exploration target 1.5 – 2.5 Bt at 25-35% Fe
Project stage	<ul style="list-style-type: none"> » Early exploration. » Drill targets defined at Sandenia & Sandenia East » Drilling in 2H-2011
Rail & Port Access	<ul style="list-style-type: none"> » Adjacent proposed railway Kalia - Matakang » Bellzone have signed infrastructure deal with China Int. Fund

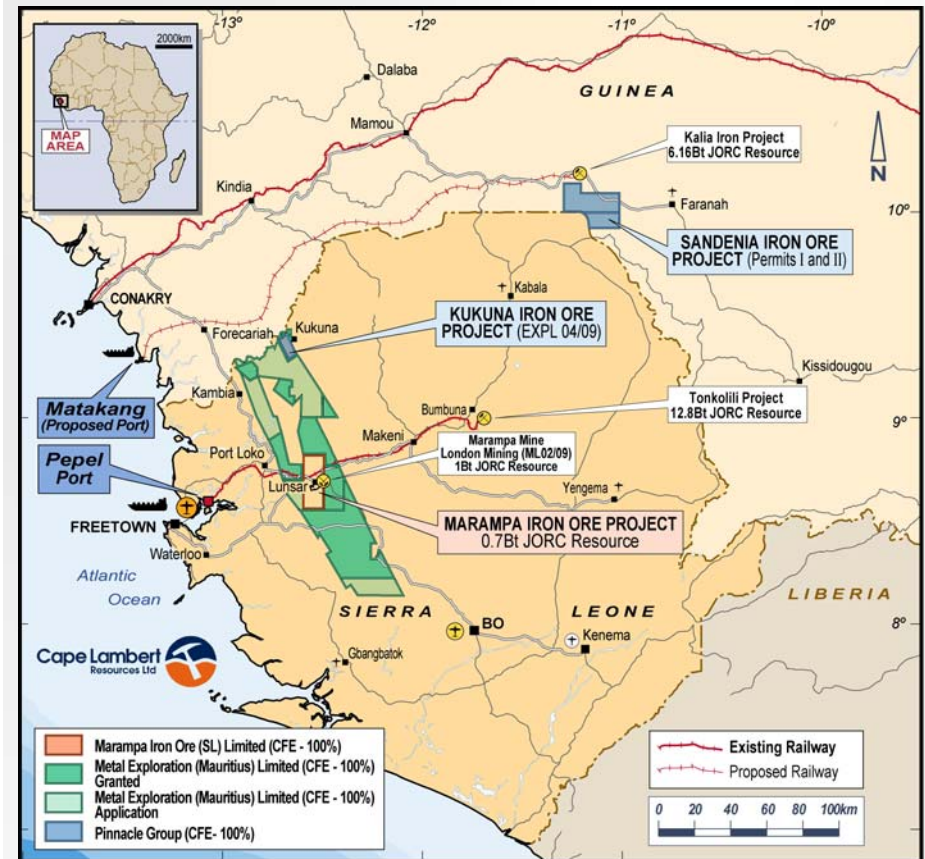


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» Rokel Iron Ore Project - Overview



Location	» +2,000km ² of prospective Marampa belt
Ownership	» Metal Exploration Limited (CFE 100%)
Exploration Target ¹	<ul style="list-style-type: none"> » Hematite schist iron ore. » One prospect at Kumrabai east of Marampa with potential strike of 8km » 3 known historical occurrences north of Marampa
Project stage	<ul style="list-style-type: none"> » Airborne magnetic geophysical survey completed. Target generation in progress » Prospect mapping & sampling underway at Kumrabai
Rail and Port Access	» Prospect and occurrences 5-40km from Tonkolili-Lunsar-Pepel railway



» Leichhardt Copper project Highlights



Existing heap leach, solvent extraction and electrowinning facility at Mt Cuthbert with installed capacity of 9,000tpa of copper cathode.



Mineral resource inventory of 8.1Mt at 0.9% Cu of oxide and transitional copper mineralisation (total contained copper ~76,000 tonnes) at Mt Watson and satellite deposits.



Large tenement package (~1,350km²) of 43 granted tenements and 11 applications. Historic exploration fragmented.

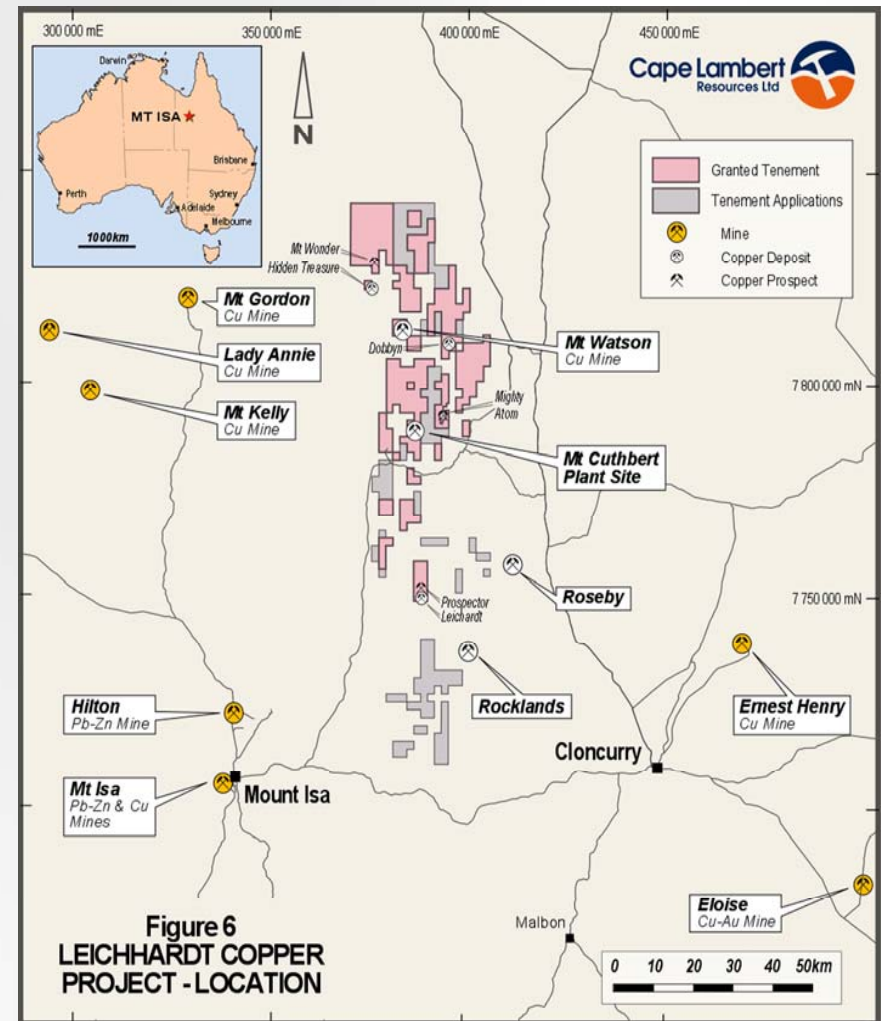
Numerous oxide Cu drill targets within trucking distance of Mt Cuthbert.

Several regional oxide and sulphide Cu targets with standalone potential.

» Leichhardt Copper Project - Overview



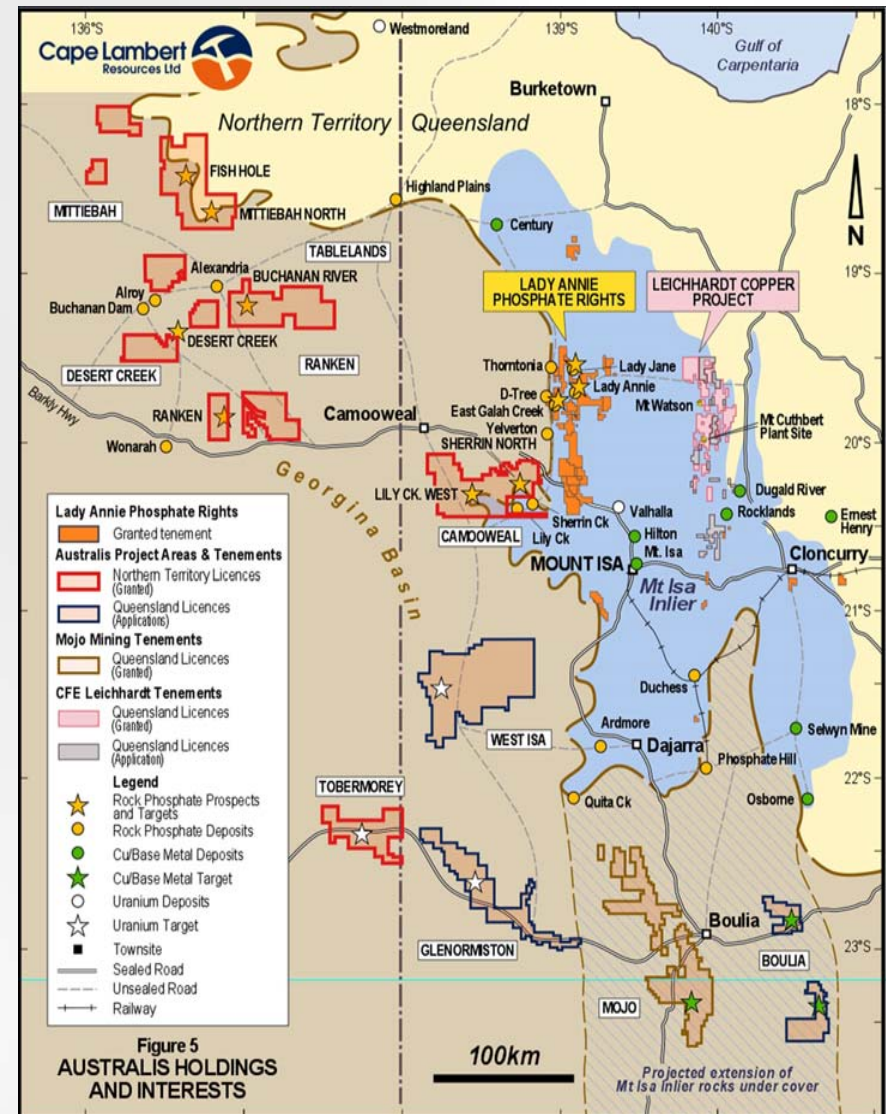
Location	» Mt Isa Inlier, Qld, Australia
Ownership	» 100% CFE
JORC Resource	» Oxide and Transition: <ul style="list-style-type: none"> » Total 8.1Mt at 0.9% Cu (76kt contained Cu) » Measured 2.8Mt at 1% Cu » Indicated 4.3Mt at 0.9% Cu » Inferred 1.0Mt at 0.8% Cu
Infrastructure	» Mt Cuthbert SX-EW process plant » Mt Watson open pit » 110 person camp
Project stage	» Mt Cuthbert/Watson Operations - Care and Maintenance » Near-mine exploration and metallurgical testing in progress » Leichhardt Regional – exploration in progress on untested EM targets at Prospector/Leichhardt



» Australis Exploration - Overview



Location	» Northern Territory and NW Qld, Australia
Ownership	» 100% CFE
Holdings	<ul style="list-style-type: none"> » Lady Annie Phosphate Rights (“LAPR”); » 10 granted Exploration Licences (7,018km²) in Northern Territory » 4 Granted Exploration Licenses (2,500km²) and 11 applications (5,191 km²) in NW Queensland » 100% of Mojo Mining Pty Ltd, which holds 15 granted Exploration Permits (2,434km²)
Exploration targets	<ul style="list-style-type: none"> » Rock phosphate in NT, QLD and LAPR » Large Mt Isa style base metal deposits under younger cover rocks at Mojo.
Project stage	<ul style="list-style-type: none"> » Early exploration » Geophysical surveys and prospecting underway



» Other Key Assets



Asset	Interest	Commodity	Stage	Location
African Iron Ltd ¹ (ASX:AKI)	25.3%	Iron Ore	Exploration, near term production	Republic of Congo, Africa
Cauldron Energy Ltd (ASX:CXU)	18.4%	Uranium	Exploration	Australia/Argentina
Fe Limited (ASX:FEL)	19.9%	Iron Ore, Gold, Nickel	Exploration	Yilgarn WA, Australia
International Goldfields Ltd (ASX:IGS)	28.7%	Gold	Exploration	Australia/Cote d'Ivoire/Brazil
Latin Resources Ltd (ASX:LRS)	15%	Iron Ore & Gold, Copper	Exploration	Peru
Glory Resources Ltd (ASX:GLY)	16.4%	Gold	Exploration	Greece

Notes:

1. Cape Lambert has entered into a pre-bid agreement with Exxaro Resources Limited to accept the takeover offer in respect of the portion of Cape Lambert's shareholding which equates to 19.99% of African Iron. Acceptance of the takeover offer in respect of all African Iron shares held by Cape Lambert will result in Cape Lambert receiving A\$72.2 M.

» Value Proposition



Asset	A\$ Value
Cash at 30 September 2011	25M
Cash Receivables and Convertible Notes ¹	160M
Equities (mark-to-market) ²	42M
Cash generated from sale of Sappes gold project	32.5M
Marampa (100%) ³	500M?
Australis (100%)	?
Pinnacle (100%)	?
Cape Lambert South (100%)	?
Rokel (100%)	?
	++759.5M

Notes:

- 1.Cash receivables include the final payment to be received in respect of the sale of the Cape Lambert project, repayment of convertible notes and amount due to be received under African Iron takeover bid.
- 2.Equities were marked-to-market on 7 January 2012.
- 3.Marampa value based on “asking price” in respect of a trade sale.

» Appendix - Board of Directors



Tony Sage
Executive Chairman

Over 26 years experience in corporate advisory, funds management, capital raisings and management of exploration companies.



Tim Turner
Non-Executive Director

Over 25 years experience in management and business consultancy and a partner in an accountancy practice.



Brian Maher
Non-Executive Director

Mining engineer with over 40 years experience in the mining industry working in Australia, Liberia, Guyana & the Philippines.



Ross Levin
Non-Executive Director

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.

» Appendix – Key Management



Joe Ariti
General Manager

Metallurgist with over 25 years experience in the mining industry working in Australia, Indonesia, PNG and Africa.

Fiona Taylor
Chief Financial Officer

Chartered accountant with over 13 years experience in both commerce and professional practice in South Africa, Australia and the UK.



Kim Bischoff
General Manager –
Exploration

Geologist with 28 years experience in exploration, development and mining, working in Australia, Southeast Asia and Africa.

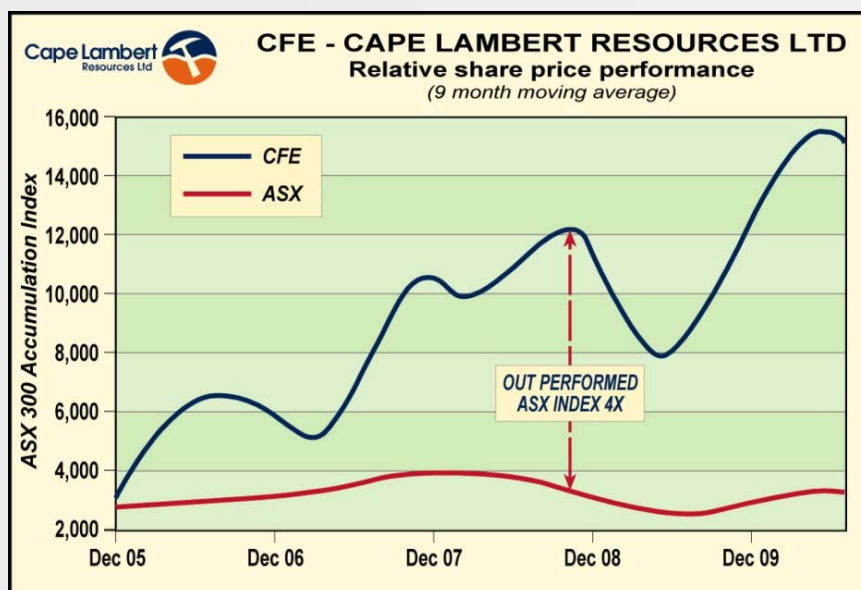
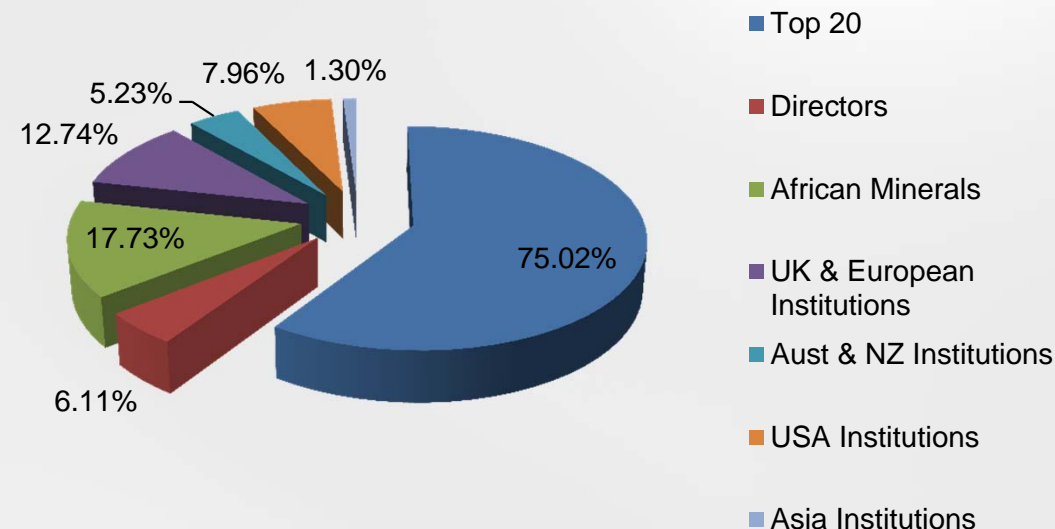
Claire Tolcon
Company Secretary /
Legal Counsel

Lawyer with 14 years experience primarily in the areas of equity capital markets, mergers and acquisitions, corporate governance and mining and resources.

Capital Structure

Ordinary shares (ASX: CFE)	688M
Market Cap at \$0.54	\$372M
Cash and receivables ¹	\$218M
Options (\$0.45 exp 30 Nov 12)	8.8M
Securities (marked-to-market)	\$42M
Enterprise value	\$112M

Shareholders



Average Daily Trading Volume

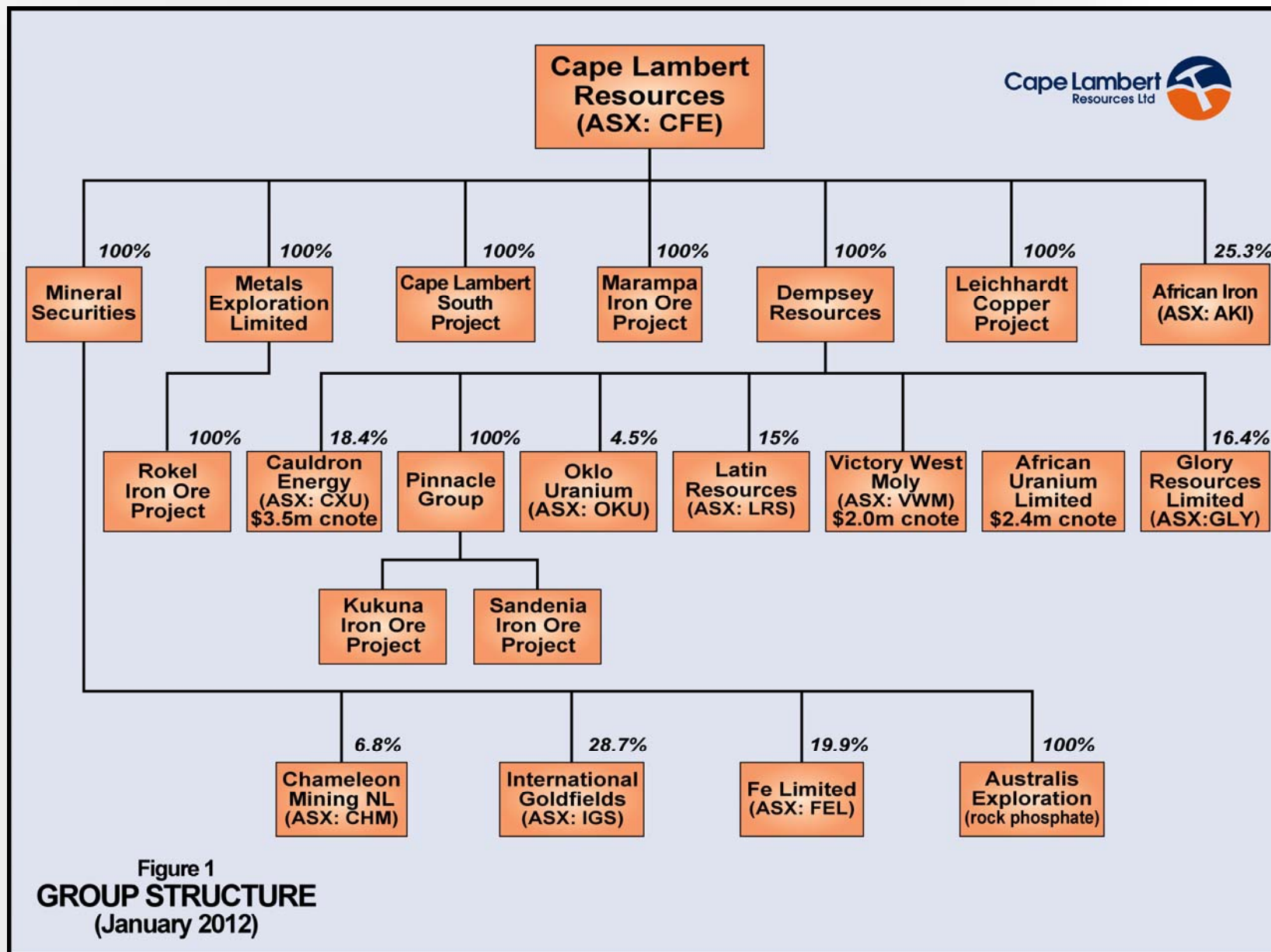
2011 (year to date)

1.7 million

Notes:

1. Based on Sep 2011 cash position + A\$37.5 M received in relation to sale of Sappes + A\$72.2 M receivable under African Iron takeover bid + convertible notes and other receivables of A\$87.9 M.

Appendix - Corporate Snapshot



* African Iron subject to takeover bid under which Cape Lambert could receive A\$72.2 m.

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

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.

» Disclaimer



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

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