

Cape Lambert accepts Exxaro's takeover offer for remaining African Iron shares

Further to its announcements on 11 and 17 January 2012, Australian resources and investment company, Cape Lambert Resources Limited (**ASX: CFE**) ("Cape Lambert" or the "Company") advises that it has now accepted the takeover offer by Exxaro Australia Iron Investments Pty Ltd, a wholly owned subsidiary of Exxaro Resources Limited, ("Exxaro Australia") for the remaining 26,384,527 ordinary shares of African Iron Limited (**ASX: AKI**) ("African Iron"), held by the Company.

On 17 January 2012, the Company announced that pursuant to a pre bid acceptance agreement it entered into with Exxaro Australia, it had accepted the takeover offer in respect of 100,315,473 African Iron shares held by the Company (representing 19.99% of African Iron).

The Company has now accepted the takeover offer in respect of all African Iron shares that it holds or controls (totaling 126,700,000 shares, representing 25.25% of African Iron).

Subject to the Takeover Offer becoming unconditional, acceptance of the takeover offer by the Company in respect of its African Iron shares will generate proceeds of approximately A\$72.2million (based on A\$0.57 per African Iron share).

Yours faithfully
Cape Lambert Resources Limited

Tony Sage
Executive Chairman

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
689,108,792

Unlisted Options
7,800,000 (\$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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