

UPDATE TO SHAREHOLDERS TO ANNOUNCEMENT MADE 17 OCTOBER 2013

Further to the announcements made by Cape Lambert Resources Limited (ASX: **CFE**) (**Cape Lambert** or the **Company**) on 6 and 11 September 2013 and 17 October 2013, the Company advises that a replacement independent solicitor has now been formally appointed.

The Arbitrator made orders yesterday directing the parties to finalise the independent solicitor's terms and the National Australia Bank (**NAB**) account opening forms by 12 November 2013 and that the Metallurgical Corporation of China deposit the disputed amount of A\$80 million, into the escrow account with the NAB by 19 November 2013.

The Company has taken all necessary steps to agree the independent solicitor's terms and to provide information to the NAB to enable the escrow account to be opened.

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
676,191,942

Unlisted Options
10,765,000 (\$0.29 exp 22 Nov 2013)

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

Cape Lambert Contact

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Executive Chairman

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