

Announcement by FE Limited

Australian resources and investment company, Cape Lambert Resources Limited (ASX: CFE) (**Cape Lambert** or the **Company**) refers its shareholders to the announcement made by FE Limited (**FEL**) (ASX: FEL) today entitled "Drilling update at Kasombo" and attached to this announcement.

Cape Lambert holds 146,573,635 shares in FEL representing 44.66% of the total share capital.

Yours faithfully
Cape Lambert Resources Limited

Tony Sage
Executive Chairman

Cape Lambert Resources Limited (ASX: CFE) is a fully funded mineral development company with exposure to iron ore, copper, gold, uranium, manganese, lithium and lead-silver-zinc assets in Australia, Europe, Africa and South America.

Australian Securities Exchange
Code: CFE

Ordinary shares
873,625,369

Unlisted Options
23,500,000 (\$0.05 exp 31 Dec 2018)

Board of Directors

Tony Sage
Executive Chairman

Tim Turner
Non-executive Director

Jason Brewer
Non-executive Director

Melissa Chapman
Company Secretary

Cape Lambert Contact

Investor Relations
Phone: +61 8 9380 9555
Email: info@capelam.com.au

www.capelam.com.au



ASX Announcement

21 December 2017

Australian Securities
Exchange Code: **FEL**

Ordinary Shares:

328,169,629

Unlisted Options:

9,375,000

Board of Directors:

Tony Sage

Non-Executive Chairman

Kenneth Keogh

Non-Executive Director

Nicholas Sage

Non-Executive Director

Contact:

www.felimited.com.au

32 Harrogate St, West Leederville

Western Australia 6007 Australia

Telephone +61 8 6181 9793

Email info@felimited.com.au

Fe Limited is an Australian domiciled
mineral resources exploration and
development company.

Fe Limited

ABN: 31 112 731 638



Drilling Update at Kasombo Copper-Cobalt Project in DRC

Highlights:

Drilling works undertaken at the Kasombo Project in DRC

Targeting copper and cobalt mineralisation in Katangan Copperbelt

Fe Limited (**Company**) (ASX: **FEL**) is pleased to advise that drilling at the Kasombo Copper-Cobalt Project (**Kasombo Project**) has commenced.

The Kasombo Project comprises three mineralized areas of approximately 600 hectares, Kasombo 5, 6 and 7, located within two granted mining licenses PE 481 and PE 4886 and situated approximately 25km from the DRC's second largest city, Lubumbashi, in the Katanga Copper Belt (**KCB**).

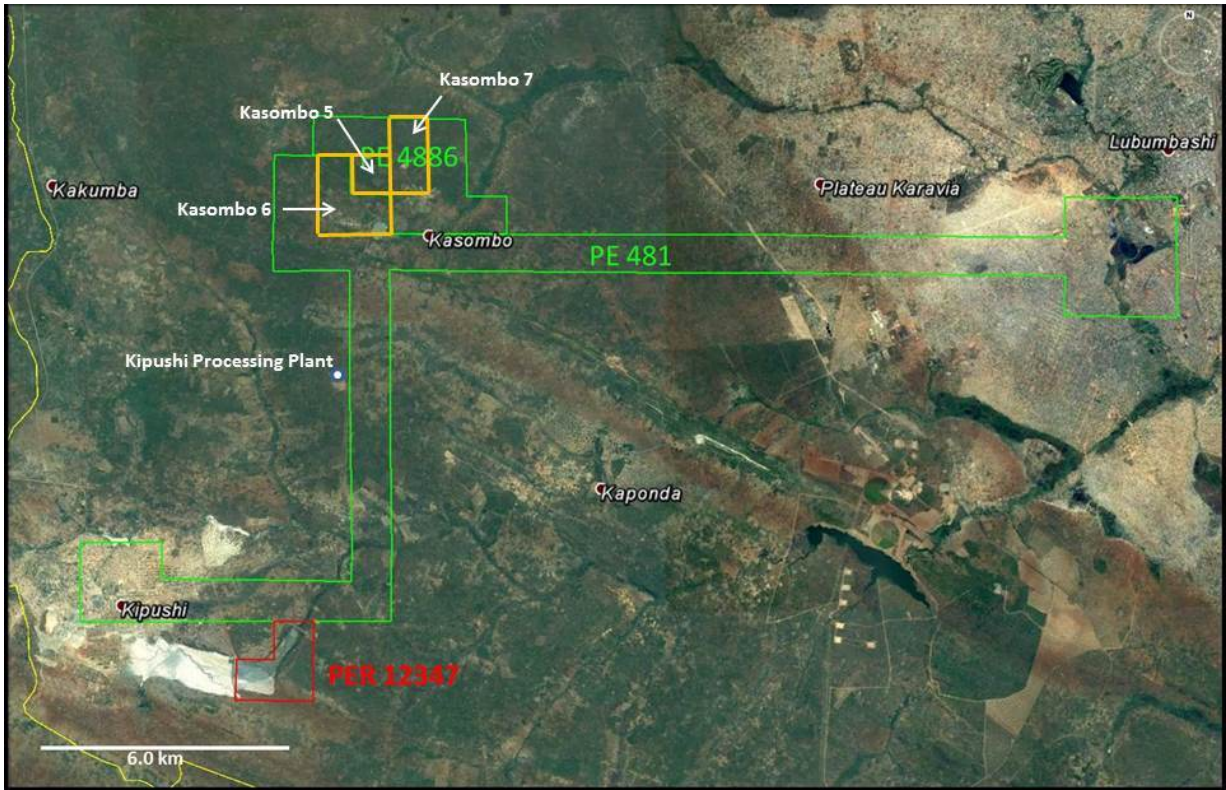
At the Company's AGM on the 3 November 2017 shareholders approved the acquisition of the Kasombo Project from Cape Lambert Resources Limited (ASX: **CFE**)(**Cape Lambert**). Cape Lambert is a major shareholder of FEL currently holding 44.66% of issued capital.

A total of 300m of drilling (four holes at Kasombo 5 and five holes at Kasombo 7) is planned for this preliminary program. One 79m hole at Kasombo 5 has been completed, with the second hole in progress. Wet weather has caused some delays in progressing the work. Drill samples are being progressively dispatched to ALS laboratories for assay.

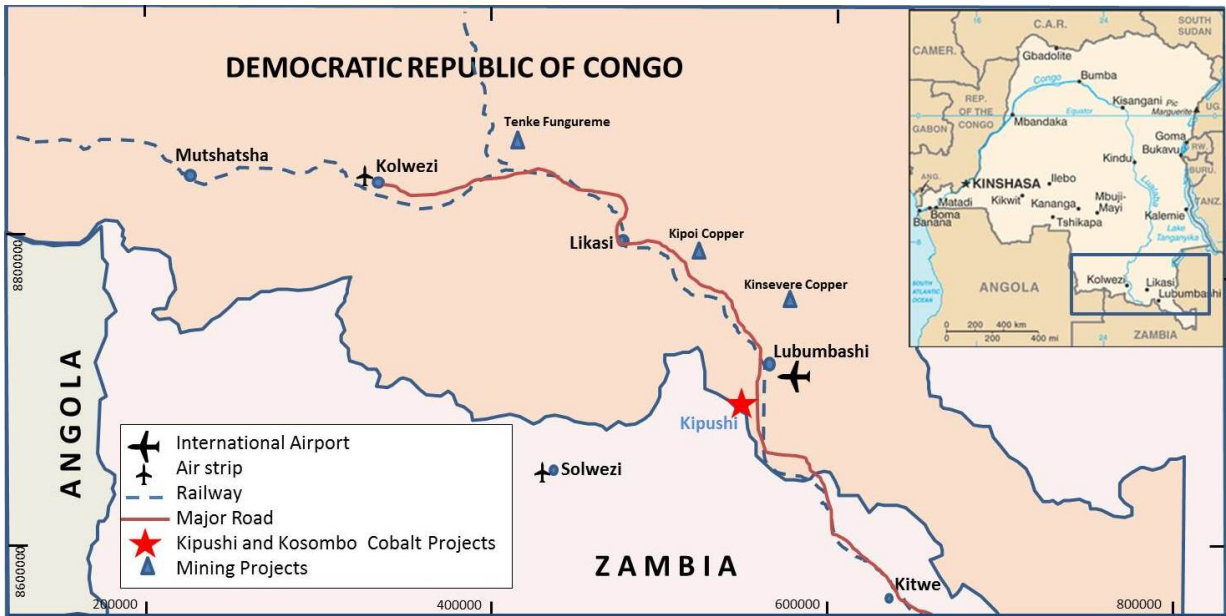
Commenting on the commencement of the exploration works, Chairman Tony Sage said, "I am pleased to see drilling commenced so that we can start to reveal the potential of the Kasombo area".

Yours faithfully
FE LIMITED

Tony Sage
Non-Executive Chairman



Location of Kasombo Project and nearby Kipushi Processing Plant



Kasombo Location Map





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