

ASX Announcement

4 August 2017

Australian Securities
Exchange Code: **FEL**

Ordinary Shares:

293,169,629

Unlisted Options:

9,375,000

Board of Directors:

Tony Sage

Non-Executive Chairman

Kenneth Keogh

Non-Executive Director

Nicholas Sage

Non-Executive Director

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

Fe Limited

ABN: 31 112 731 638



Exploration to Commence at Kasombo Copper-Cobalt Project in DRC

Highlights:

Consultant engaged to commence data review and mapping works at Kasombo Copper-Cobalt Project in DRC.

On 13 July 2017, Fe Limited (**Company**) (ASX: **FEL**) announced it had entered into a binding terms sheet (**Terms Sheet**) with Cape Lambert Resources Limited (**Cape Lambert**) whereby Cape Lambert will assign to FEL 100% of the rights and obligations it has in the Kasombo Copper-Cobalt Project (**Kasombo Project**) located in the DRC (**Transaction**). Cape Lambert's rights to the Kasombo Project were established in a 50/50 joint venture agreement with Congolese entity Paragon Mining SARL (**Paragon**) (**JV Agreement**) (refer Cape Lambert ASX announcement dated 17 May 2017).

In accordance with the Terms Sheet, any obligations under JV Agreement for conducting the exploration works at the Kasombo Project are to be maintained during the period to settlement of the Transaction.

We are pleased to advise that FEL has engaged the services of the local branch of SRK Consulting (**SRK**) to commence the initial exploration works at Kasombo, which includes:

- retrieving and reviewing all the available historical data from Gecamines*; and
- undertaking a detailed mapping programme over the project area.

Following completion of the mapping programme, a geochemical sampling programme and ground magnetic survey will be completed over the area, to define targets for a subsequent drilling programme.

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.

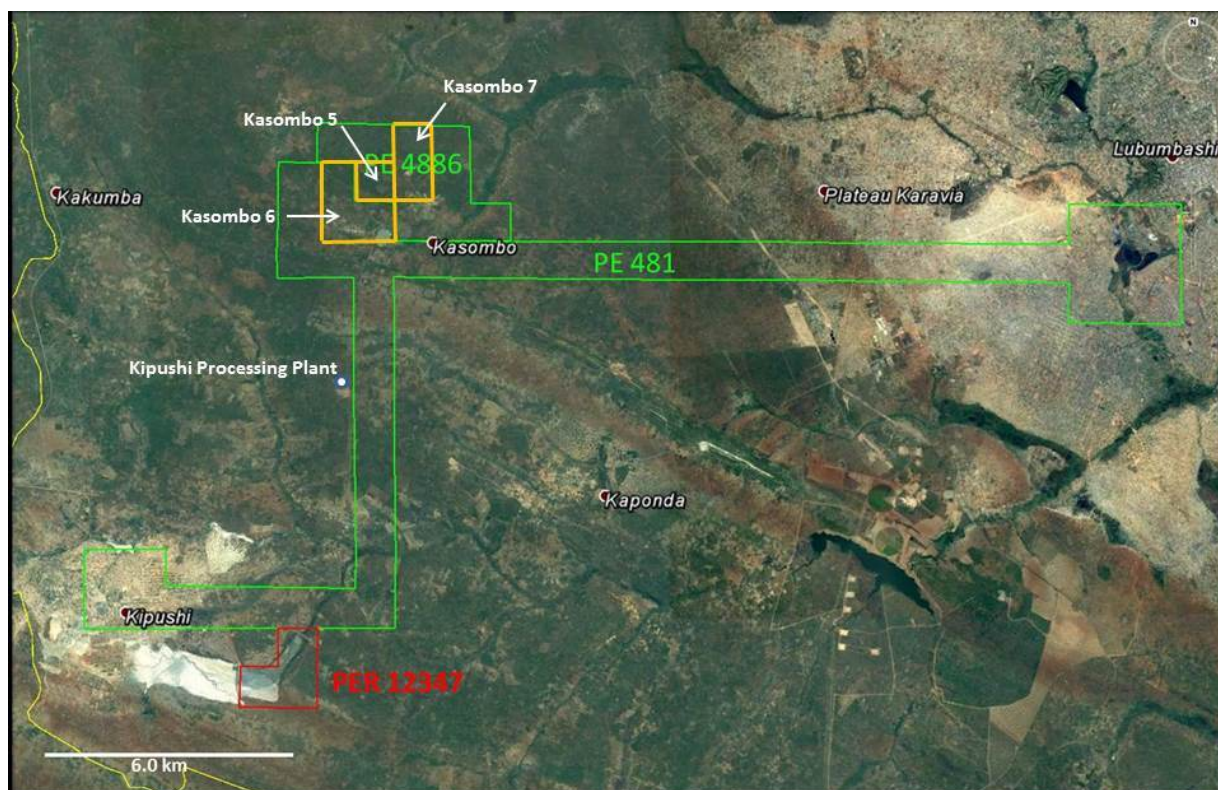
The Kasombo Project is part of the greater Kasombo Complex, a series of copper-cobalt rich deposits that have been extensively explored by Gecamines and developed and mined by various international companies in joint venture with Gecamines.

Commenting on the commencement of the exploration works, Chairman Tony Sage said "I am very excited that exploration works are starting on this highly prospective copper-cobalt rich area and look forward to the exploration works progressing to a drilling programme so that we can expose the full potential of the area."

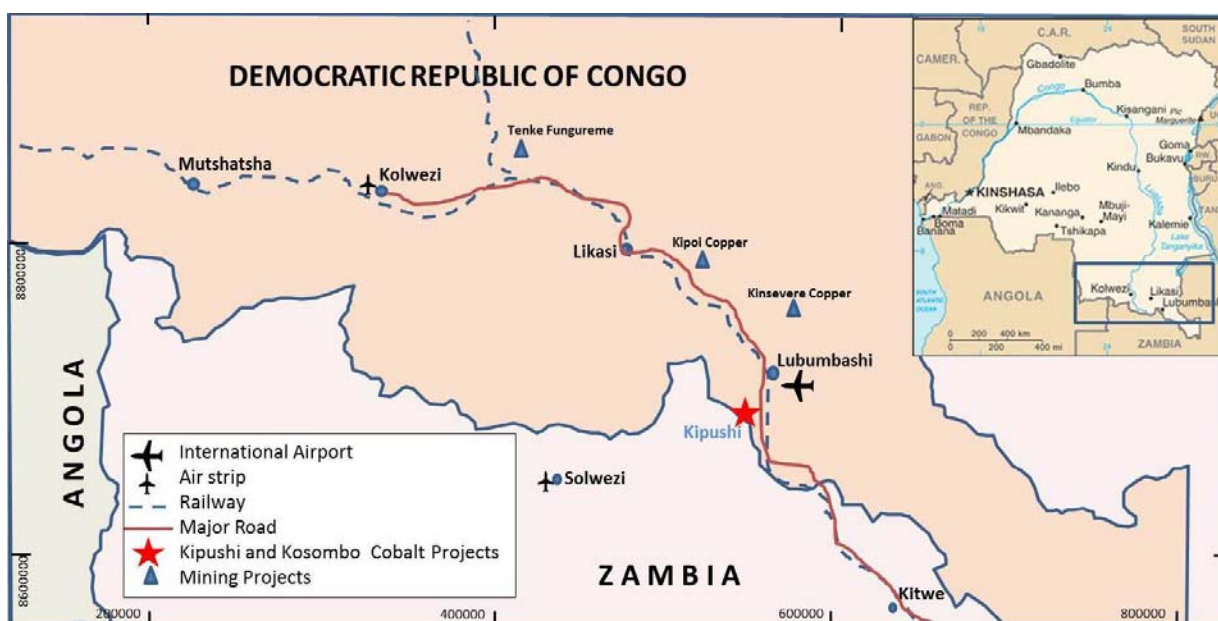
Yours faithfully
FE LIMITED

Tony Sage
Non-Executive Chairman

* La Generale Des Carrieres Et Des Mines S.A. (**Gecamines**) are the holders of granted mining licenses PE 481 and PE 4886. On 24 March 2017, Paragon executed a contract with Gecamines for the undertaking of exploration and research work at the Kasombo Project.



Location of Kasombo Project and nearby Kipushi Processing Plant



Kasombo Location Map