

18 July 2008

The Company Announcements Office
ASX Limited
Via E Lodgement

Response to Media Attention

As a result of the recent media attention in respect to the substantial shareholder notice lodged with ASX and AIM on 17 July 2008, the Board of Cape Lambert Iron Ore Limited ("Cape Lambert" or the "Company") (ASX:**CFE**, AIM:**CLIO**) confirms that it met with representatives of Merrill Lynch and Evraz Group S.A in Singapore yesterday, but has no information arising from that meeting that needs to be advised to shareholders at this time.

Should the Company receive any information that needs to be disclosed it will advise shareholders immediately.

Yours faithfully
Cape Lambert Iron Ore Limited

Ian Burston
Executive Chairman

FOR MORE INFORMATION PLEASE CONTACT:

Cape Lambert Iron Ore Limited:

Ian Burston	+61 (0)8 9211 0600
Tony Sage	+61 (0)8 9380 9555

Australian Enquiries:

Professional Public Relations	
David Tasker	+61 (0)8 9388 0944

UK Enquiries:

Nominated Adviser:

Grant Thornton UK LLP	
Fiona Owen	+44 (0)20 7383 5100

AIM Broker:

Collins Stewart Europe Limited	
Adrian Hadden	+44 (0)20 7523 8353
Oliver Quarmby	+44 (0) 20 7523 8354

Conduit PR:

Jos Simson	+44 (0)20 7429 6603/+44 (0)7899 870 450
Jane Stacey	+44 (0)20 7429 6606

Website:

www.capelam.com.au