

Cape Lambert accepts Exxaro's takeover offer for African Iron

Further to its announcement on 11 January 2012, Australian resources and investment company, Cape Lambert Resources Limited (**ASX: CFE**) ("Cape Lambert" or the "Company") advises that pursuant to the pre-bid acceptance agreement between the Company and Exxaro Australia Iron Investments Pty Ltd, a wholly owned subsidiary of Exxaro Resources Limited, ("Exxaro Australia"), the Company has accepted the takeover offer by Exxaro Australia for the ordinary shares of African Iron Limited (**ASX: AKI**) ("African Iron") in respect of 100,315,473 shares in African Iron held by the Company (representing 19.99% of African Iron).

Subject to any superior offer being made for African Iron during the currency of the takeover offer by Exxaro Australia, the Company intends to accept the takeover offer by Exxaro Australia in respect of its remaining 26,384,527 African Iron shares.

As advised in its announcement on 11 January 2012, acceptance by the Company in respect of all African Iron shares held by the Company 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
688,108,792

Unlisted Options
8,800,000 (\$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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