

**HD** Cape Lambert to receive A\$51.6M in settlement over Australian project **sale** dispute

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ASX-listed Cape Lambert Resources Ltd. has settled with Metallurgical Corp. of **China** Ltd. over the final A\$80 **million** payment from the **sale** of the Cape Lambert magnetite **iron ore** project in Western Australia.

According to the July 14 statement, both the arbitrator and escrow agent have been advised to release A\$30 **million** to Metallurgical Corp. and the balance of about A\$51.6 **million** to Cape Lambert.

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Cape Lambert first launched legal action against Metallurgical Corp. in September 2010 to recover the final payment for the 2008 **sale** of the project.

Metallurgical Corp. was ordered by the arbitrator in August 2013 to pay the A\$80 **million** into an interest bearing escrow account, and the money was deposited in late November 2013.

Cape Lambert expects to receive the funds within the week. It will then have cash, receivables and listed securities to the value of A\$100 **million** which includes unrestricted cash of A\$70 **million**.

The Singapore International Arbitration Centre has been informed of the settlement and will immediately issue a procedural order suspending the arbitrations, the **company** said.

Cape Lambert's board will now meet within the next two weeks to finalize a dividend or return of capital to shareholders, it added.

**CO** mcochn : Metallurgical Corporation of China Limited | chmeco : China Metallurgical Group Corporation

**IN** i22 : Primary Metals | i221 : Iron/Steel/Ferroalloys | ibasicm : Basic Materials/Resources

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**RE** austr : Australia | apacz : Asia Pacific | ausnz : Australia/Oceania

**IPD** Civil/ Criminal Legal Action

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