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## Cape Lambert to receive \$52m settlement

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Cape Lambert Resources chief executive officer Tony Sage.



**C**ape Lambert Resources' shares have risen by nearly 42 per cent following the announcement that it would receive a \$51.6 million settlement payment after a long running dispute over the sale of its namesake magnetite iron ore project.

In August last year Metallurgical Corporation of China had been ordered by a Singapore-based arbitrator to place \$80 million into an escrow account after Cape Lambert launched proceedings against MCC to recover the outstanding amount due under the sale agreement for the Pilbara mine, which was signed in mid-2008.

The company had received a total of \$320 million prior to launching arbitration proceedings in the Supreme Court of WA.

Cape Lambert expects the money to be paid within a week after the arbitrator releases \$30 million to MCC and \$51.6 million to Cape Lambert.

"The Company is very happy to see a resolution of this matter," Cape Lambert chief executive officer [Tony Sage](#) said.

"This is a good outcome for all parties involved, I am grateful for the co-operation shown by MCC in reaching settlement."

Cape Lambert said that following payment, it expects to hold cash, receivables and listed securities to the value of \$100 million.

The company's shares last traded at 10.5 cents per share at 9:45am.