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Company Announcements Office
Australian Securities Exchange
PO Box 11224
Australia Square NSW 2000

RICH ITABIRITE TENEMENTS NOW GRANTED AT SINCORÁ AREA

Cabral Resources Limited ("**Cabral**") (ASX Code: "**CBS**") advises that the four (4) rich itabirite tenements announced to ASX on 5 May 2014 have now been formally granted by Brazil's National Department for Mineral Production ("DNPM").

These 4 newly granted tenements cover an area of over 31.0km² expanding Cabral's footprint over the highly prospective Coral Zone, along the geological contact between Tombador and Bebedouro Formations. This brings the total area of granted tenure across the entire Sincorá Area to 27 tenements covering over 280.0km².

Cabral has complied with all the documentation requirements and anticipates that the remaining reported tenement applications over the Sincorá Area will be granted progressively by DNPM in the months ahead. As previously foreshadowed, the DNPM is expected to continue to change some tenement application boundaries and to trim the size of some tenement areas before granting the remaining tenure. This process continues within DNPM with some of Cabral's tenement application areas being adjusted for third party overlaps and to exclude tenement portions to the west in proximity to the Permanent Protection Area covering the Chapada Diamantina National Park.

Cabral will update the market on the final shape and size of the entire Sincorá Area once all remaining tenement applications have been formally granted by DNPM.

Research pit exploration work continues within the Queixada Zone with the intent to delineate a JORC compliant Inferred Resource over circa 1.0km² as "proof of concept" on or before 30 September 2014.

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About Cabral

Cabral Resources controls an extensive strategic landholding in the emerging iron ore region of Bahia State in Brazil. The 1,822 km² landholding amassed contains ground prospective for high grade direct shipping hematite ores, itabirite ores and coarse grained magnetite ores. In March 2012 Cabral signed a Protocol of Intentions with the State of Bahia and State Treasury contemplating up to 15 million tonnes of annual iron ore production on the government-funded FIOL Rail Line and Porto Sul port development. The existing, operating FCA rail line to the Port of Aratu runs within Cabral's highly prospective Sincorá Area. Cabral has a strong local exploration team in Brumado, Bahia, Brazil and driven senior management focused on moving its projects towards production in 2016.