QUARTERLY ACTIVITIES REPORT
FOR THE PERIOD ENDED 30 June 2016

Cabral Resources Limited (**Cabral**) provides the following update to shareholders in respect to Cabral's activities for the June 2016 quarter.

CORPORATE

During the quarter, Cabral officers and investors commenced due diligence on the iron ore projects owned by Cabral. We are pleased to note that numerous tenement applications have been granted to Cabral's Brazilian subsidiary and details of these tenements are shown in the table below.

Cabral will continue to perform due diligence on its tenements and will update the market accordingly. As per the Prospectus released in March, Cabral also continues to assess new opportunities that will add shareholder value.

ASX LISTING RULE 5.3.3–DETAILS OF TENEMENTS HELD AT END OF QUARTER.

Tenement Number	Tenement Location	Interest Acquired / Disposed	Cabral Interest Held
872.495/2013	Bahia State, Brazil	100%	100%
872.494/2013	Bahia State, Brazil	100%	100%
872.247/2013	Bahia State, Brazil	100%	100%
870.089/2013	Bahia State, Brazil	100%	100%
870.458/2015	Bahia State, Brazil	100%	100%
870.440/2013	Bahia State, Brazil	-	100%
870.351/2013	Bahia State, Brazil	-	100%
870.348/2013	Bahia State, Brazil	-	100%
870.345/2014	Bahia State, Brazil	-	100%
870.589/2013	Bahia State, Brazil	-	100%
870.588/2014	Bahia State, Brazil	-	100%
870.587/2014	Bahia State, Brazil	-	100%
870.586/2014	Bahia State, Brazil	-	100%
870.457/2014	Bahia State, Brazil	-	100%

By order of the Board

Eddie King

Chairman

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Rule 5.5

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

CABRAL RESOURCES LIMITED

ABN	Quarter ended ("current quarter")
72 064 874 620	30 June 2016

Consolidated statement of cash flows

	Cash flows related to operating activities	Current quarter $A'000	Year to date (12 months) $A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(47)	(47)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(350)	(452)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	6	7
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	-
	Net Operating Cash Flows	(391)	(492)
	Cash flows related to investing activities		
1.8	Payment for purchases of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of:		
	(a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other – payments under Deed of Company Arrangement	-	- (569)
	Net investing cash flows	-	-
1.13	Total operating and investing cash flows (carried forward)	(391)	(1,061)

+ See chapter 19 for defined terms.

1.13	Total operating and investing cash flows (brought forward)	(391)	(1,061)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	1,902	1,902
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	80
1.17	Repayment of borrowings	(80)	(80)
1.18	Dividends paid	-	-
1.19	Other		
	- Deed of Company Arrangement	-	420
	- Capital raising costs	(144)	(175)
	- Share application funds	(552)	-
	Net financing cash flows	1,126	2,147
	Net increase (decrease) in cash held	735	1,086
1.20	Cash at beginning of quarter/year to date	553	202
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	**Cash at end of quarter**	1,288	1,288

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter $A'000
1.23	Aggregate amount of payments to the parties included in item 1.2, 1.17 and 1.19	229
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

1.23 includes fees for non-executive directors, repayment of loan advanced by director and placement fees to CPS.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Financing facilities available

Add notes as necessary for an understanding of the position.

		Amount available $A'000	Amount used $A'000
3.1	Loan facilities	-	-
3.2	Credit standby arrangements	-	-

Estimated cash outflows for next quarter

		$A'000
4.1	Exploration and evaluation	50
4.2	Development	-
4.3	Production	-
4.4	Administration	75
	Total	**125**

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		Current quarter $A'000	Previous quarter $A'000
5.1	Cash on hand and at bank	288	553
5.2	Deposits at call	1,000	-
5.3	Bank overdraft	-	-
5.4	Other	-	-
	Total: cash at end of quarter (item 1.22)	1,288	553

Changes in interests in mining tenements and petroleum tenements

		Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	Nil			
6.2	Interests in mining tenements and petroleum tenements acquired or increased	Nil			

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	**Preference +securities** *(description)*				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	**+Ordinary securities**	127,312,898	127,312,898		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs (c) Escrow Release (d) Share consolidation	 96,075,000 - - -	 96,075,000 - - -		
7.5	**+Convertible debt securities** *(description)*				

+ See chapter 19 for defined terms.

7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	**Options** *(description and conversion factor)*	50,000,000 30,000,000	50,000,000 -	*Exercise price* $0.04 $0.02	*Expiry date* 30 October 2019 30 October 2019
7.8	Issued during quarter	32,400,000 17,600,000	32,400,000 -	$0.04 $0.02	30 October 2019 30 October 2019
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	**Debentures** *(totals only)*				
7.12	**Unsecured notes** *(totals only)*				

Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).

2 This statement does give a true and fair view of the matters disclosed.

Sign here: .... Date: 29 July 2016
Company Secretary

Print name: Stephen Brockhurst

Notes

1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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