

FORM 7

MONTHLY PROGRESS REPORT

Name of CNQ Issuer: CUERVO RESOURCES INC. (the "Issuer").

Trading Symbol: IRON

Number of Outstanding Listed Securities: 22,401,000

Date: November 2, 2007

This Monthly Progress Report must be posted before the opening of trading on the fifth trading day of each month. This report is not intended to replace the Issuer's obligation to separately report material information forthwith upon the information becoming known to management or to post the forms required by the CNQ Policies. If material information became known and was reported during the preceding month to which this report relates, this report should refer to the material information, the news release date and the posting date on the CNQ.ca website.

This report is intended to keep investors and the market informed of the Issuer's ongoing business and management activities that occurred during the preceding month. Do not discuss goals or future plans unless they have crystallized to the point that they are "material information" as defined in the CNQ Policies. The discussion in this report must be factual, balanced and non-promotional.

General Instructions

- (a) Prepare this Monthly Progress Report using the format set out below. The sequence of questions must not be altered nor should questions be omitted or left unanswered. The answers to the items must be in narrative form. State when the answer to any item is negative or not applicable to the Issuer. The title to each item must precede the answer.
- (b) The term "Issuer" includes the Issuer and any of its subsidiaries.
- (c) Terms used and not defined in this form are defined or interpreted in Policy 1 – Interpretation and General Provisions.

Report on Business

- 1. Provide a general overview and discussion of the development of the Issuer's business and operations over the previous month. Where the Issuer was inactive disclose this fact.

THE ISSUER COMPLETED A FULLY SUBSCRIBED INITIAL PUBLIC OFFERING OF SECURITIES ON MAY 30, 2007 AND THE COMMON SHARES OF THE ISSUER WERE LISTED FOR TRADING ON THE CNQ ON THE SAME DATE. GROSS PROCEEDS FROM THE MAY OFFERING WERE \$2.5 MILLION WITH THOSE PROCEEDS EARMARKED PRIMARILY TO FUND EXPLORATION ACTIVITY ON

THE ISSUER'S CERRO CCOPANE IRON ORE PROSPECT IN PERÚ. OPERATIONALLY, THE ISSUER WAS ACTIVE IN CARRYING OUT ITS DRILLING PROGRAM ON THE CERRO CCOPANE PROPERTY WHICH COMMENCED ON JULY 29, 2007 AND CONTINUED THROUGH OCTOBER. THE ISSUER HAS CHANGED OFFICIAL ADDRESS FROM SUITE 520 TO SUITE 302, STILL AT 65 QUEEN STREET WEST, TORONTO, ON M5H 2M5.

2. Provide a general overview and discussion of the activities of management.

MANAGEMENT ACTIVITIES IN THE PERIOD WERE DIRECTED TOWARD OPERATIONAL ORGANIZATION RELATED TO EXPLORATION INITIATIVES AND COMPLIANCE/REGULATORY ISSUES ASSOCIATED WITH BEING A PUBLIC REPORTING ISSUER.

3. Describe and provide details of any new products or services developed or offered. For resource companies, provide details of new drilling, exploration or production programs and acquisitions of any new properties and attach any mineral or oil and gas or other reports required under Ontario securities law.

THE ISSUER OPERATED FROM ITS EXPLORATION CAMP ON THE CERRO CCOPANE PROPERTY SOUTH OF CUZCO, PERÚ. THE CAMP CAN SUPPORT ABOUT A DOZEN TECHNICAL AND SERVICE PERSONNEL AT ANY GIVEN TIME. ROAD BUILDING AND DRILL PLATFORM PREPARATION CONTINUE ON AN AS NEEDED BASIS. DRILLING ON THE ORCOPURA (WIYCHAUCASSA OR POSADA 2) ZONE OF MINERALIZATION COMMENCED ON JULY 29, 2007. BY THE END OF OCTOBER A TOTAL OF APPROXIMATELY 2,650 m HAD BEEN DRILLED. RESULTS FOR DRILL HOLES ODH – 01 THROUGH ODH – 11 WERE REPORTED IN PRESS RELEASES DATED OCTOBER 22nd AND 30th. THE ISSUER ALSO CONCLUDED THE PURCHASE OF A 100% INTEREST IN 14 ADDITIONAL MINERAL CONCESSIONS TOTALING 5,600 ha; THIS WAS PRESS RELEASED ON OCTOBER 9th AND 25th.

4. Describe and provide details of any products or services that were discontinued. For resource companies, provide details of any drilling, exploration or production programs that have been amended or abandoned.

NO MINERAL PROPERTIES WERE ABANDONED.

5. Describe any new business relationships entered into between the Issuer, the Issuer's affiliates or third parties including contracts to supply products or services, joint venture agreements and licensing agreements etc. State whether the relationship is with a Related Person of the Issuer and provide details of the relationship.

THE ISSUER HAS UNDER CONTRACT MDH S.A.C. OF LIMA, PERÚ WHO ARE TO CARRY OUT A MINIMUM OF 2,500 m OF DIAMOND DRILLING ON THE CERRO CCOPANE PROJECT. THE MINIMUM WAS SURPASSED IN OCTOBER.

6. Describe the expiry or termination of any contracts or agreements between the Issuer, the Issuer's affiliates or third parties or cancellation of any financing arrangements that have been previously announced.

NO CONTRACTS OR AGREEMENTS WERE CANCELLED OR EXPIRED.

7. Describe any acquisitions by the Issuer or dispositions of the Issuer's assets that occurred during the preceding month. Provide details of the nature of the assets acquired or disposed of and provide details of the consideration paid or payable together with a schedule of payments if applicable, and of any valuation. State how the consideration was determined and whether the acquisition was from or the disposition was to a Related Person of the Issuer and provide details of the relationship.

THE ISSUER'S WHOLLY OWNED PERUVIAN SUBSIDIARY MINERA CUERVO S.A.C. COMPLETED THE ACQUISITION OF A 100% INTEREST IN 14 MINERAL CONCESSIONS COVERING A TOTAL OF 5,600 ha IN PERÚ. THE CONCESSIONS HAVE BEEN ACQUIRED FROM AN ARM'S-LENGTH PARTY, MINERA LA GRAN POSADA S.A.C. ("LGP"). CONSIDERATION FOR THE CONCESSIONS WAS AN ALL CASH TRANSACTION TOTALING \$CDN326,909 OF WHICH CERTAIN PRE-ACQUISITION PAYMENTS WERE MADE BY THE ISSUER TO LGP IN THE COURSE OF EVALUATING AND IDENTIFYING THE CONCESSIONS OF INTEREST IN ADVANCE OF THE PURCHASE AGREEMENT.

THE CONCESSIONS ARE VARIOUSLY LOCATED IN THE TRUJILLO – CHIMBOTE AREA (LA LIBERTAD AND ANCASH DEPARTAMENTOS) OF NORTHERN PERÚ WHERE THE ISSUER ALREADY HOLDS A NUMBER OF CONCESSIONS, AND IN THE ICA, APURIMAC AND CUSCO DEPARTAMENTOS OF SOUTHERN PERÚ. ALL PROPERTIES ARE CONSIDERED TO BE PROSPECTIVE FOR IRON ORE BUT ALL ARE CONSIDERED TO BE OF A GRASSROOTS NATURE AS NO EXPLORATION WORK OF A SIGNIFICANT NATURE IS KNOWN TO HAVE BEEN CARRIED OUT ON ANY OF THE CONCESSIONS. THE ACQUISITION ALSO REPRESENTS AN INCREASE IN THE CONTIGUOUS SIZE OF THE ISSUER'S CERRO CCOPANE PROPERTY FROM 3,300 ha TO 5,800 ha.

8. Describe the acquisition of new customers or loss of customers.

NOT APPLICABLE TO THE ISSUER.

9. Describe any new developments or effects on intangible products such as brand names, circulation lists, copyrights, franchises, licenses, patents, software, subscription lists and trade-marks.

NOT APPLICABLE TO THE ISSUER.

10. Report on any employee hirings, terminations or lay-offs with details of anticipated length of lay-offs.

NO HIRINGS, TERMINATIONS OR LAY-OFFS OCCURRED IN THE PRECEEDING MONTH.

11. Report on any labour disputes and resolutions of those disputes if applicable.

NOT APPLICABLE TO THE ISSUER.

12. Describe and provide details of legal proceedings to which the Issuer became a party, including the name of the court or agency, the date instituted, the principal parties to the proceedings, the nature of the claim, the amount claimed, if any, if the proceedings are being contested, and the present status of the proceedings.

THE ISSUER IS NOT AWARE OF ANY LEGAL PROCEEDINGS TO WHICH IT IS A PARTY IN THE PRECEEDING MONTH.

13. Provide details of any indebtedness incurred or repaid by the Issuer together with the terms of such indebtedness.

THE ISSUER DID NOT INCUR NOR REPAY ANY INDEBTEDNESS IN THE PAST MONTH.

14. Provide details of any securities issued and options or warrants granted.

Security	Number Issued	Details of Issuance	Use of Proceeds⁽¹⁾
COMMON SHARES	500,000	WARRANTS EXERCISED @ \$0.15 PER SHARE	\$75,000 FOR EXPLORATION
COMMON SHARES	715,000	WARRANTS EXERCISED @ \$0.75 PER SHARE	\$536,250 FOR EXPLORATION

(1) State aggregate proceeds and intended allocation of proceeds.

TOTAL ISSUED 22,401,000 SHARES. FULLY DILUTED SHARE CAPITAL 33,566,000 SHARES.

15. Provide details of any loans to or by Related Persons.

THERE WERE NO LOANS MADE TO OR BY RELATED PARTIES IN THE PAST MONTH.

16. Provide details of any changes in directors, officers or committee members.

THERE WERE NO CHANGES TO THE ISSUER'S OFFICERS, DIRECTORS OR COMMITTEE MEMBERS IN THE PAST MONTH.

17. Discuss any trends which are likely to impact the Issuer including trends in the Issuer's market(s) or political/regulatory trends.

THE ISSUER IS NOT AWARE OF ANY TRENDS THAT MANIFESTED THEMSELVES IN THE PAST MONTH WHICH ARE LIKELY TO IMPACT ITS BUSINESS OR MARKETS.

Certificate Of Compliance

The undersigned hereby certifies that:

1. The undersigned is a director and/or senior officer of the Issuer and has been duly authorized by a resolution of the board of directors of the Issuer to sign this Certificate of Compliance.
2. As of the date hereof there were is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNQ that the Issuer is in compliance with the requirements of applicable securities legislation (as such term is defined in National Instrument 14-101) and all CNQ Requirements (as defined in CNQ Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated : November 2, 2007



Cuervo Resources Inc.
John M. Siriunas
President and Director

Issuer Details Name of Issuer Cuervo Resources Inc	For Month End October, 2007	Date of Report YY/MM/D 2007/11/02
Issuer Address 65 Queen Street West, Suite 302		
City/Province/Postal Code Toronto, Ontario M5H 2M5	Issuer Fax No. (416) 203- 4197	Issuer Telephone No. (416) 203-3957x4700
Contact Name John M. Siriunas	Contact Position President	Contact Telephone No. (416) 203-3957x4700
Contact Email Address john.siriunas.r@cuervoresources.com	Web Site Address www.cuervoresources.com	