

FORM 7

MONTHLY PROGRESS REPORT

Name of CNSX Issuer: Alabama Graphite Corp. (the "Issuer").

Trading Symbol: ALP

Number of Outstanding Listed Securities: 30,402,128

Date: August 8, 2013

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 CNSX 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 CNSX.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 CNSX 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.

On July 4, 2013, the Issuer issued a total of 250,000 common shares on the exercise of share purchase warrants as further detailed in Item 2 below.

On July 11, 2013, the Issuer issued a total of 528,385 common shares pursuant to debt settlements, as more detailed in item 2 below.

On July 16, 2013, the Issuer announced its maiden resource estimate for the Coosa Graphite Project, Coosa County, Alabama, as more detailed in item 2 below.

On July 18, 2013, the Issuer issued a total of 258,000 common shares on the exercise of share purchase warrants as further detailed in Item 2 below.

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

On July 4, 2013, the Issuer issued a total of 250,000 common shares at an exercise price of \$0.10 per share to one shareholder pursuant to a warrant exercise for total proceeds of \$25,000.

On July 11, 2013, the Issuer announced it has issued a total of 528,385 common shares at a deemed price of \$0.13 per share to settle approximately \$68,690 worth of debt owed to various creditors of the Issuer for past consulting and other services provided to the Issuer.

On July 16, 2013, the Issuer announced its maiden resource estimate for the Coosa Graphite Project, Coosa County, Alabama, based on the results of a 69 hole, 20,414 foot drill program. The indicated resource is estimated at 38.2 million tons grading 2.60% graphitic carbon ("Cg") based on a 2.0% Cg cutoff. In addition, there is an inferred resource estimated at 27.0 million tons grading 2.87% Cg.

On July 18, 2013, the Issuer issued a total of 258,000 common shares at an exercise price of \$0.10 per share to one shareholder pursuant to a warrant exercise for total proceeds of \$25,800.

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.

Please see item 2.

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.

None.

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.

None.

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.

None.

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.

None.

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

None.

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.

None.

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

None.

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

None.

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.

None.

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

N/A.

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

Security	Number Issued	Details of Issuance	Use of Proceeds
Common Shares	528,385	Pursuant to debt settlements	N/A
Common Shares	508,000	Warrants exercised at \$0.10 per share.	General working capital.

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

N/A.

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

None.

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

Changes in commodity prices, in particular metal prices, and changes in the share performance of other junior mineral exploration companies may affect the Issuer's ability to raise financing.

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 is no material information concerning the Issuer which has not been publicly disclosed.
3. The undersigned hereby certifies to CNSX 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 CNSX Requirements (as defined in CNSX Policy 1).
4. All of the information in this Form 7 Monthly Progress Report is true.

Dated: **August 8, 2013**_____.

John Morita
Name of Director or Senior Officer

"John Morita"
Signature

CFO & Director
Official Capacity

Issuer Details Name of Issuer	For Month End	Date of Report YY/MM/D
Alabama Graphite Corp.	July 2013	13/08/08
Issuer Address Suite 804, 750 West Pender Street		
City/Province/Postal Code Vancouver, BC V6C 2T7	Issuer Fax No. (604) 685 6905	Issuer Telephone No. (604) 682 2928
Contact Name John Morita	Contact Position CFO & Director	Contact Telephone No. (604) 682 2928
Contact Email Address jmorita@telus.net	Web Site Address www.alabamagraphite.com	