

FORM 7

MONTHLY PROGRESS REPORT

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

Trading Symbol: FE

Number of Outstanding Listed Securities: 31,113,750

Date: June 3, 2009

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.

THE ISSUER IS ACTIVE IN CARRYING OUT EXPLORATION ON ITS IRON ORE PROPERTIES IN PERÚ.

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.

DRILLING ON THE PROPERTY WAS SUSPENDED IN APRIL; HOWEVER, ROAD MAINTENANCE AND DRILL PLATFORM REMEDIATION CONTINUED ON AN AS NEEDED BASIS.

GEOPHYSICAL SURVEYING (MAGNETICS AND GRAVITY) WAS COMPLETED ON THE BOB 1 AND HUILLQUE NORTE CONCESSIONS OF THE CERRO CCOPANE PROPERTY DURING MARCH. IN A PRESS RELEASE DATED MAY 12, 2009, THE ISSUER ANNOUNCED THAT THE SURVEY WORK PERFORMED ON BOB 1 IDENTIFIED AN ADDITIONAL INTENSE COINCIDENT MAGNETIC AND GRAVITY ANOMALY THAT MODELING SUGGESTS COULD BE CAUSED BY NEAR SURFACE (MAGNETITE) BODIES TOTALING ON THE ORDER OF 1.068 Gt (BILLION TONNES). IN A SUBSEQUENT PRESS RELEASE DATED MAY 19, 2009, THE COMPANY ANNOUNCED THAT THE REMAINING RESULTS OF THE SURVEY WORK INCLUDED THE IDENTIFICATION OF A SECOND LARGE GRAVITY ANOMALY THAT MODELING SUGGESTS COULD BE CAUSED BY A NEAR SURFACE (MAGNETITE) BODY ON THE ORDER OF 1.265 Gt IN SIZE. THE TOTAL MODELED TONNAGE ESTIMATE AT THE CERRO CCOPANE PROPERTY IS NOW ON THE ORDER OF 2,657 Mt.

STUDIES RELATED TO ENVIRONMENTAL PERMITTING FOR THE NEW TARGET AREAS WERE COMMENCED IN MAY.

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 DID NOT ENTER INTO ANY NEW BUSINESS RELATIONSHIPS DURING THE MONTH.

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 DURING THE MONTH.

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 DID NOT DISPOSE OF ANY ASSETS DURING MAY 2009. ABOUT 1,600 HA OF CLAIMS WERE ACQUIRED BY STAKING. OF THESE, 600 HA ARE CONTIGUOUS WITH THE CERRO CCOPANE PROPERTY.

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.

STAFF IN THE SUBSIDIARY (MINERA CUERVO S.A.C.) OFFICE IN LIMA AGREED TO SHARED WORK PROGRAMS TO OFFSET SOME CORPORATE OVERHEAD IN THE NEAR TERM. FIELD PERSONNEL WERE LAID-OFF AS A RESULT OF THE SUSPENSION OF DIAMOND DRILLING.

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	934,000	Warrants exercised @ \$0.35 for proceeds of \$326,900	Proceeds of \$326,900; Used for exploration funding and working capital purposes

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

IN A PRESS RELEASE DATED MAY 26, 2009, THE ISSUER ANNOUNCED THAT IT WAS ACCELERATING THE EXPIRY DATE OF CERTAIN WARRANTS TO PURCHASE COMMON SHARES OF THE ISSUER. THE WARRANTS WERE ISSUED ON MAY 30, 2007 AS PART OF THE UNITS OFFERED IN THE ISSUER'S INITIAL PUBLIC OFFERING. THE EXERCISE PRICE AND TERM OF THE WARRANTS WERE SUBSEQUENTLY AMENDED AS ANNOUNCED ON MARCH 5, 2009. THE WARRANTS WILL NOW EXPIRE ON JULY 1, 2009.

ON MAY 31, 2009, 365,725 AGENT OPTIONS EXPIRED AND 23,800 WARRANTS EXPIRED

AS AT MAY 31, 2009

TOTAL COMMON SHARES ISSUED - 31,113,750 SHARES.

FULLY DILUTED SHARE CAPITAL - 41,120,750 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 IN DIRECTORS, OFFICERS OR COMMITTEE MEMBERS DURING THE 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 EXPECTING TO BE AFFECTED BY THE CURRENT GLOBAL ECONOMIC SITUATION. IMPAIRED ACCESS TO ADDITIONAL FUNDING IS LIKELY TO IMPACT ITS CURRENT OPERATIONS.

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 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: June 3, 2009



Cuervo Resources Inc.
John M. Siriunas, P.Eng.
President and Director

Issuer Details		For Month End	Date of Report
Name of Issuer Cuervo Resources Inc		May, 2009	YYYY/MM/DD 2009/06/03
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) 203-3957x701
Contact Name John M. Siriunas		Contact Position President	Contact Telephone No. (416) 203-3957x701
Contact Email Address john.siriunas.r@cuervoresources.com		Web Site Address www.cuervoresources.com	