



ASX Release

ABN: 79 097 982 235

Cervantes Corporation Ltd
Shop 11 "South Shore Piazza"
85 The Esplanade
South Perth WA 6151

Tel: +61 8 6436 2300

Fax: +61 8 9367 2470

Contacts:

Collin Vost
Barry MacKinnon

Email:

admin@cervantescorp.com.au

For the latest News:

www.cervantescorp.com.au

Directors/Officers:

Barry MacKinnon (Chairman)
Collin Vost (Managing Director)
Graeme Armstrong
Pat O'Neil (Company Secretary)

Issued Capital: 289,271,112

Options: Nil

ASX Symbol - CVS

Current Activities:

Seafood and related activities:
Assessing all opportunities
in all sectors including
resources and energy:
Funding of worthwhile
projects with early
potential Cash flow:

22th July 2009

Activity Report July 2009

Cervantes Corporation Ltd ("Cervantes")(ASX Code:CVS) is pleased to provide an update on activities and projects being undertaken.

Baraka Petroleum Ltd ("Baraka")(ASX Code:BKP) Cervantes is pleased to announce that the capital raising and shareholder support provided by Cervantes and Zurich Securities Pty Ltd (Zurich) to Baraka has resulted in one of the more successful trading opportunities in the market for some time.

The capital raising was to be for \$1.2m minimum and a maximum of \$2m @ .2 of a cent, but applications were received for \$2.8m creating an embarrassing situation for the Baraka Directors in the allocation process. On the day of relisting shares traded as high as .8 cents, but have recently settled down a little lower.

To accommodate as many of the smaller investors as possible, and so as not to severely cut back some of the larger investors, Baraka directors believed it was necessary to fill the prospectus with smaller investors and allocate an additional \$450,000 to "Sophisticated Investors" by way of a placement which could not be completed until after relisting. Those shares could not be issued for an additional day or two but have now been allocated. That still required some \$400,000 worth of applications to be rejected and some applications to be reduced.

Cervantes shareholders provided in excess of 80% of the support and the net result will be that those investors may receive a very good return on their investment relative to the holding period, and your board will endeavour to provide such opportunities into the future. Cervantes has been repaid their loan funds in full and been issued 25m shares for their support which will be added to their liquid asset portfolio for the benefit of shareholders.

JV Global Ltd ("JVG")(ASX Code:JVG) Following on from the success of Baraka, your board has authorised Zurich to post to all Cervantes shareholders an additional opportunity to take up a placement in JVG of 125m shares @ 1 cent per share to raise \$1.25m for expansion and other uses as outlined in the prospectus.

JVG has already announced that the minimum acceptance level of \$500,000 has been reached in a very short time frame and the prospectus will be open until the 3rd August 2009 unless closed early.



If you would like to consider this opportunity please access Zurich's website on www.zurichsecurities.com.au and or contact Sarah or Jesse at Zurich on 08 9363 1700 for a Prospectus on JVG and a Brochure on their subsidiary "Component Homes".

Chinese Investors Following on from previous announcements, two separate groups of Chinese investors recently visited Perth to have discussions with Cervantes regarding potential investment of capital and introduction of projects for assessment. The discussions were fruitful and your board is continuing to communicate with them and their associates to arrive at an economical memorandum that would be beneficial to Cervantes shareholders and comply with all of our ASX and other regulatory requirements.

Gold Projects As previously announced, we commenced assessing gold and other resource projects from June 2008 and advised on the 19th January having entered into a financial funding/profit sharing agreement to fund a Local WA project involved in retreating existing gold material.

In addition to progressing that project, we have continued to assess various other similar projects of interest on which we will provide information in due course.

We have recently completed a drilling program and the assay results of these will be reviewed over the next few weeks from a grade and Metallurgical recovery point of view which will enable your board to make definitive decisions, as to if and when we will proceed with the project and possible production.

Aquaculture/Lobster and Abalone The board continues to communicate with our consultants in regards to the advancement of these project and in particular the utilisation of existing equipment and a merger of interests with other parties and the western African country previously announced.

The Lobster pots continue to be a source of income for Cervantes during the Lobster Season.

Your Board is confident that we will be able to announce more positive news sometime in early to mid August on one or more of these activities.

Regards

Collin Vost

Dip Financial Services(Financial Planning)
Dip AII AAI
Derivatives Accredited (ADA2)
Director

