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**PRESS RELEASE
FOR IMMEDIATE RELEASE**

**CUERVO REPORTS COMPLEMENTARY DRILL RESULTS AT CERRO CCOPANE
IRON PROJECT IN PERÚ**

August 21, 2008 – Toronto, ON

Cuervo Resources Inc. (CNQ-IRON; FWB-CRR; “Cuervo” or the “Company”) releases the assay results from eleven (11) additional holes on its Cerro Ccopane iron ore project in southern Perú; this brings the number of drill holes reported on to a total of 106. These latest results add to and complement the initial Mineral Resource Estimate on the Orcopura zone (60.5 million tonnes “inferred”, grading 51.5% Fe) which was released in July, 2008. That estimate will be superseded by an updated study expected to be completed in September 2008. Micon International Limited has been contracted for this second estimate.

The Company’s initial NI 43-101-compliant Mineral Resource Estimate on the Orcopura zone included results from the first 73 drill holes over a strike length of 700 m. The current results, which include intersections of 64.29% Fe over 26.80 m in ODH – 88, 57.81% Fe over 54.45 m in ODH – 103 and 59.90% Fe over 98.70 m in ODH – 106, provide further confirmation of the consistent high values of iron mineralization in the Orcopura zone over a strike length of at least 900 m. The Orcopura zone is the first of five target zones, identified to date on the wholly owned Cerro Ccopane property, to be drilled. Results from the Huillque zone of mineralization, where drilling has begun, are expected to be released in September 2008.

TECHNICAL RESULTS

Two diamond drills are currently operating on the property; one drill is completing the current program at Orcopura while a second is drilling on the Huillque zone. Previous results from the drilling program were announced in twelve press releases between October 22nd, 2007 and July 2nd, 2008 and included reported intersections of up to 57.31% Fe over 131.25 m (ODH – 01), 41.29% Fe over 356.50 m (ODH – 33) and 51.70% Fe over 361.30 m (ODH – 70).

All drill holes were logged and sampled at the property campsite on the property under the direction of Minera Cuervo’s senior geologist, ing. Abraham Castillo Ll. A nominal sampling interval of 1.5 m is currently being used within sections of typical iron mineralization. Analyses were performed by SGS Minerals Services at their laboratory facilities in Lima (Callao), Perú. The reported Iron (Fe) analyses were determined by titration methods, sulphur (S) was carried out with a LECO furnace. All other reported analyses, which include phosphorus (P), manganese (Mn) and copper (Cu), were by performed ICP-AES after a multi-acid (“total”) digestion. Laboratory check analyses were performed on approximately 10% of the samples submitted

while field duplicate samples are submitted on a rate of approximately 5% of the total samples sent to the laboratory. The Company is satisfied with the reproducibility of analyses for the elements reported. The following table presents a list of the significant intersections that were sampled during the recent work program:

DRILL HOLE	INTERSECTION (m)	LENGTH (m)	TVD (m)*	Fe (%)	S (%)	P (%)	Mn (%)	Cu (%)
ODH – 85	1.60 – 23.50	21.90	21	57.38	1.00	0.03	0.08	0.10
Other	28.00 – 36.50	8.50	8	51.69	4.74	0.03	0.09	0.10
ODH – 87	2.70 – 39.80	37.10	32	59.12	1.25	0.03	0.07	0.12
ODH – 88	20.35 – 47.15	26.80	26	64.29	0.93	0.02	0.05	0.04
ODH – 89	3.00 – 13.80	10.80	7	59.88	0.11	0.04	0.06	0.08
ODH – 100	5.00 – 43.50	38.50	27	55.61	2.13	0.08	0.13	0.23
ODH – 101	14.10 – 51.60	49.50	49	51.79	3.17	0.05	0.07	0.09
ODH – 102	0 – 36.30	39.30	27	51.96	2.58	0.04	0.06	0.17
ODH – 103	2.00 – 56.45	54.45	54	57.81	0.35	0.05	0.05	0.03
ODH – 104	68.80 – 92.00	23.20	16	56.56	3.06	0.02	0.05	0.14
ODH - 106	3.30 – 102.00	98.70	98	59.90	2.24	0.05	0.07	0.08

* TVD – approximate total vertical depth from top to bottom of intersection

Several samples from certain drill holes in the current group of reported holes (*i.e.*, ODH – 85, ODH – 87, ODH – 88 and ODH – 89) were noticed to be in a disrupted state when first received at the laboratory in Lima. Those original samples in question were not analyzed but were replaced by new quartered sections of the original drill core. Complete significant assay intervals for those holes are included herein. Drill holes that did not intersect, or only intersected low grade iron mineralization, including ODH – 105, are still providing valuable geological information regarding the attitude of post-mineralization structures that appear to be important in controlling the orientation of the zone of mineralization at Orcopura. Location maps and further information for all drill holes can be found at www.cuervoresources.com.

Most intersections of iron mineralization (magnetite +/- hematite) continue to report relatively high sulphur and copper values. The Company has carried out preliminary low-intensity magnetic separation (Davis Tube) testing on selected samples from the early stages of the exploration program. The preliminary Davis Tube results indicate that most of the contained sulphur-bearing minerals as well as the copper can be removed with limited processing while producing a very high-grade iron ore concentrate. Silica values were also found to be within acceptable limits by analyses carried out as part of this testing. Cuervo plans an ongoing program

of metallurgical testing which will be recommended by Dr. Ekkehart Mertins, recently appointed to the Company's advisory board as an expert in iron ore mineral processing.

In addition at this time, the Company's advisory board specialist in transportation, Mr. Frank Hanson, is in the process of sourcing out participants to prepare a detailed transportation study for the Cerro Ccopane property area. As well, the environmental permitting process for the advanced exploration of the Aurora zones of mineralization is progressing.

Exploration work and content of this release has been carried out under the supervision of Mr. John M. Siriunas, P.Eng., the designated qualified person for Cuervo under the definition of NI43-101. The Company has 30,179,750 shares outstanding (41,856,000 fully diluted).

For further information, please contact Mr. Siriunas, a director and President of Cuervo, at 416-203-3957 x701 or Mr. Tom Berner, Investor Relations, at 416-203-3957 x202. Additional information about Cuervo can be found at the Company's website at www.cuervoresources.com.

The Canadian Trading and Quotation System Inc. has neither approved nor disapproved of the contents of this press release.