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**PRESS RELEASE
FOR IMMEDIATE RELEASE**

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

August 26, 2008 – Toronto, ON

Cuervo Resources Inc. (CNQ-IRON; FWB-CRR; “Cuervo” or the “Company”) releases the assay results from another nine (9) drill holes on its Cerro Ccopane iron ore project in southern Perú; this brings the number of drill holes reported on to a total of 115. 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 That estimate will be superseded by an updated study expected to be completed in September 2008.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 and has now completed their field visit to the property in preparation of this 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 58.81% Fe over 69.00 m in ODH – 108 and 56.65% Fe over 131.90 m in ODH – 115, 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

Previous results from the drilling program were announced in thirteen press releases between October 22nd, 2007 and August 21st, 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 – 107	78.70 – 224.50	145.80	145	50.36	4.88	0.04	0.11	0.10
ODH – 108	6.90 – 75.90	69.00	48	58.81	1.10	0.02	0.07	0.04
ODH – 109	13.30 – 16.10	2.80	2	49.34	2.79	0.08	0.08	0.07
ODH – 110	15.70 – 20.00	4.30	3	56.10	2.43	0.08	0.07	0.06
ODH – 112	13.90 – 19.35	5.45	3	52.14	3.80	0.04	0.09	0.10
ODH – 113	16.00 – 17.55	1.55	1	45.16	0.15	0.15	0.07	0.02
ODH – 114	27.75 – 41.25	13.50	9	57.47	3.53	0.05	0.05	0.08
ODH – 115	113.20 – 245.10	131.90	131	56.65	3.59	0.04	0.08	0.11
Other	251.50 – 272.00	20.50	20	55.76	4.00	0.02	0.07	0.10
Other	295.80 – 334.80	39.00	39	53.35	3.43	0.02	0.08	0.10
Other	354.30 – 368.30	14.00	14	50.71	3.20	0.05	0.08	0.08

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

Drill holes that did not intersect, or only intersected low grade iron mineralization, including ODH – 111, 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, a member of 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.