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**PRESS RELEASE
FOR IMMEDIATE RELEASE**

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CUERVO ANNOUNCES PRIVATE PLACEMENT

March 31, 2008 – Toronto, ON

Cuervo Resources Inc. (CNQ-IRON; FWB-CRR; “Cuervo” or the “Company”) is pleased to announce that it has engaged Wellington West Capital Markets Inc. as lead agent on a best efforts basis in connection with a private placement of a minimum of 6 million Units of the Company, at a price of \$CDN1.50 per Unit, for minimum gross proceeds of \$CDN9 million (the “Offering”). Each Unit will consist of one Cuervo common share and warrants entitling the holder to purchase one half of a Cuervo common share at a price of \$CDN2.25 for a period of 24 months after the closing of the Offering. If the closing price of the Cuervo common shares is equal to or greater than \$CDN3.00 for a period of 10 consecutive trading days any time after six months after the closing of the Offering, the Company may accelerate the expiry date of the warrants. In addition, if the Cuervo common shares are not listed for trading on the Toronto Stock Exchange six months after the closing of the Offering, each purchaser of Units will be entitled to receive additional Units equal to 10% of the number of Units purchased.

Net Proceeds from the Offering will be used to fund the Company’s iron ore exploration projects in Perú and for general corporate and working capital purposes. This will include the completion of an initial NI 43-101-compliant resource report expected in Q2 2008, an accelerated drilling campaign, additional resource updates, and further metallurgical, marketing and transportation studies.

The securities to be issued in connection with the Offering will be subject to a four month hold period from the date of issue.

Cuervo common shares are listed on the Canadian Trading and Quotation System Inc. (CNQ), and also trade on the Frankfurt Stock Exchange (FWB). Currently, there are 26,569,750 shares outstanding (33,556,000 fully diluted).

For further information, please contact Mr. John Siriunas, a director and President of Cuervo, at (416) 203- 3957 x 701 or Mr. Tom Berner, Investor Relations, at (416) 203-3957 x 202. 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.