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Australian Stock Exchange
Companies Announcement Centre
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FOURTH QUARTER ACTIVITIES REPORT

The directors of Windy Knob Resources Limited ("Windy" or the "Company") are pleased to present the Company's June quarterly report.

HIGHLIGHTS

Titiribi Project - Columbia:

- Results from the drill program at the Titiribi Project in Columbia confirm Titiribi as a prospective target for large tonnage, low grade copper-gold mineralisation with significant intersections as follows:-
 - **CV004 – 374.8m @ 0.41g/t Au and 0.21% Cu from 3m**
 - **CV005 – 116.5m @ 0.54 g/t Au and 0.24% Cu from surface**
 - **CV006 – 447m @ 0.44 g/t Au and 0.16 % Cu from 3m**
 - **Including 167m @ 0.78 g/t Au and 0.28% Cu from 283m**
- Four (4) diamond holes were completed during the quarter for a total of 1,500 metres with all assays now returned.
- An additional three (3) diamond holes (for a total of 1,547 metres) from previous drilling were re-assayed during the quarter

Windy Knob Project - WA:

- A helicopter-borne Electromagnetic (EM) Survey at the Windy Knob Project in WA was completed during the quarter.
- Numerous geophysical targets have been identified in an area immediately surrounding the Silver Swan Group (ASX Code: SWN) Ridgeback (recently renamed Austin Prospect) Volcanogenic Massive Sulphides (VMS) project, 50 kms south of Meekatharra.
- Since the end of the quarter the Company purchased 100% of EL application 51/1198 in consideration for 500,000 fully paid ordinary shares in the Company.

Titiribi Project (Columbia) (WKR earning 65% project interest)

During the quarter the Company undertook the following:

- Establishment of a Colombian based technical team.
- Completion of a heli-bourne geophysical survey through an partnership with Anglo Ashanti Colombia.
- A remote sensing targeting review, conducted by Earthscan Pty Ltd.
- implementation of data collection and management procedures.
- Completion of Phase 1 Diamond Drill program of 1500m with an initial 4 holes drilled into the Cerro Vetas porphyry.
- Logging and sampling of the first 4 holes in the 2008 exploration program and a re-logging of 3 holes from the 2007 program.

Review of Initial Drill Results - Cerro Vetas porphyry target

During the quarter the Company drilled 4 diamond holes into the Cerro Vetas porphyry target, which consisted of holes CV004 to CV008 for a total of 1500m.

All results from 2008 drilling have been received and are shown in the Appendix 1 below. Results from the re-assay of previous holes CV001 to CV003 have also been received and are also included in Appendix 1.

Key data from drilling in the previous quarter is as follows: See Appendix 1 for full details.

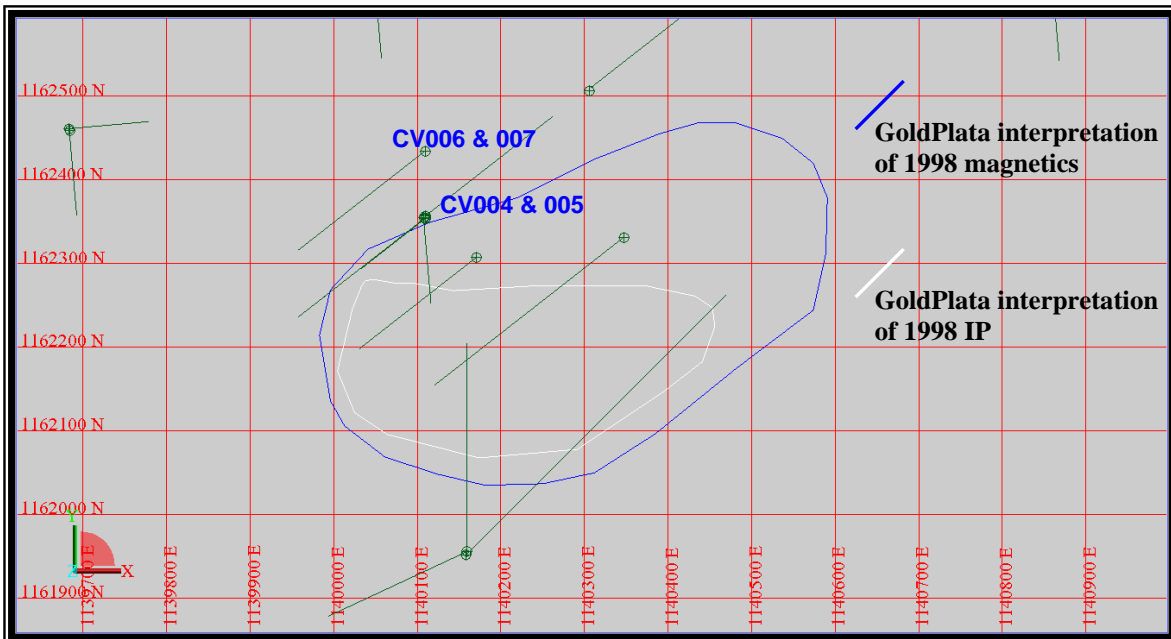
Cerro Vetas - 2008 Drill Program

Hole ID	From	To	Interval (m)	Au (g/t)	Cu (%)	
CV004	3	374.85	371.9	0.41	0.21	
CV005	0	116.5	116.5	0.54	0.24	
CV006	3	450	447	0.44	0.16	
	<i>Including</i>	<i>3</i>	<i>66</i>	<i>63</i>	<i>0.29</i>	<i>0.11</i>
	<i>Including</i>	<i>141</i>	<i>259</i>	<i>118</i>	<i>0.29</i>	<i>0.13</i>
	<i>Including</i>	<i>283</i>	<i>450</i>	<i>167</i>	<i>0.78</i>	<i>0.28</i>
CV007	0	237.5	238.5	0.30	0.15	
	<i>Including</i>	<i>0</i>	<i>44</i>	<i>44</i>	<i>0.34</i>	<i>0.13</i>
	<i>Including</i>	<i>51</i>	<i>117.5</i>	<i>66.5</i>	<i>0.49</i>	<i>0.22</i>

The objective of the 2008 drill program at Cerro Vetas is to deliver a JORC compliant resource by the end of the year.

+ See chapter 19 for defined terms.

Figure1: Cerro Vetas Drill hole layout



The initial four drill holes into Cerro Vetas were specifically designed to increase the technical understanding of the potential ore body and to provide a platform for the systematic delineation of the Vetas system. The initial 4 drill holes were designed to furnish the following information;

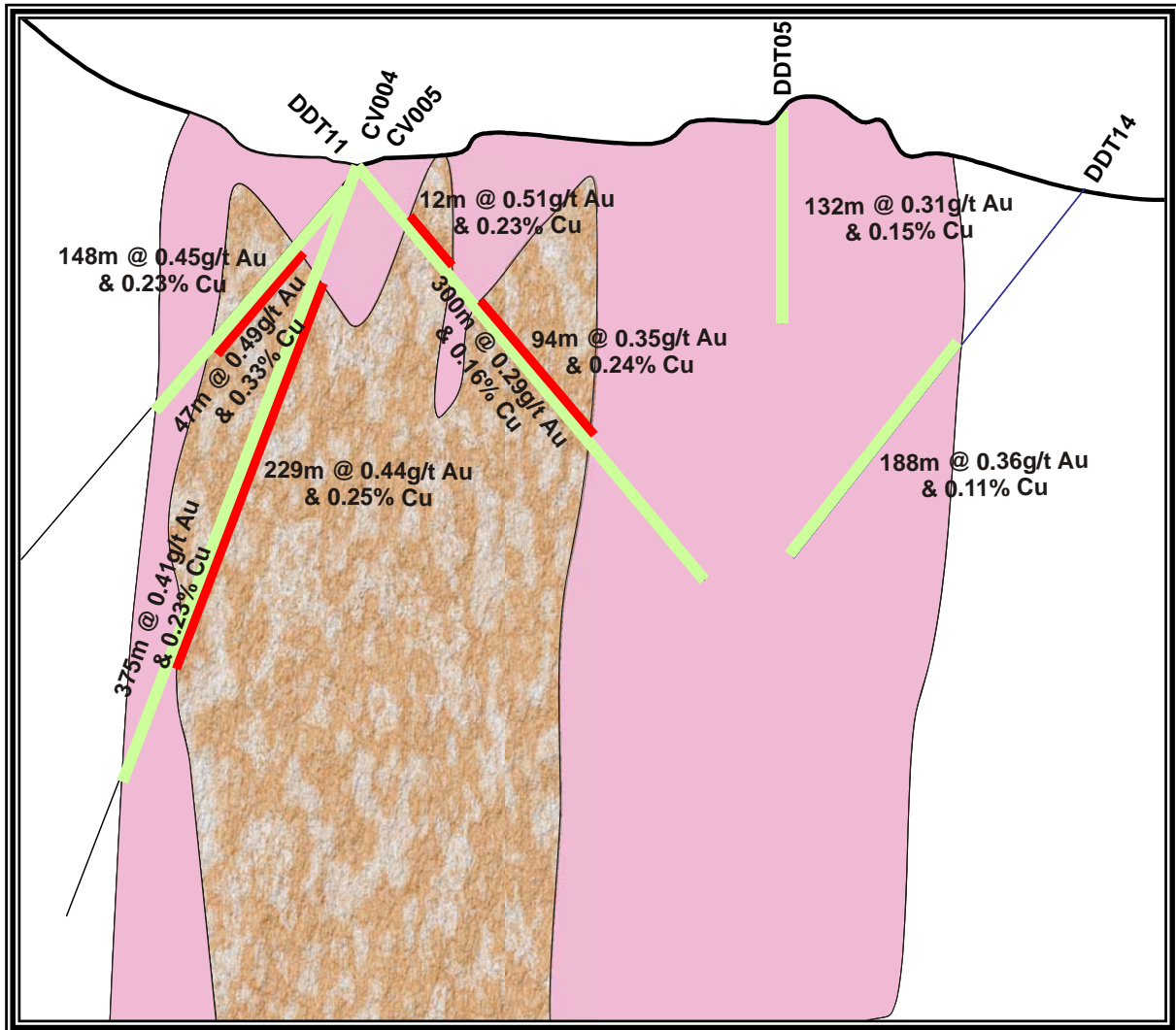
- I. Validate the 1998 Gold Field's results to gain some insight into the reliability of this data.
- II. To start in an area of low risk to gather additional data to help assess the characteristics of the Cerro Vetas mineralization and provide momentum for future drilling.
- III. Gather data from what was considered to be a zone of higher grade tenor to help drive the project through increased economic potential.
- IV. Complement historic drilling and commence systematic assessment of ore body.
- V. To drill at a relatively close spacing to ascertain the nature of the mineralized structures so as to optimize future drill spacing.

Without doubt, holes CV004-007 intersected the Cerro Vetas porphyry system. A statistically significant dataset is being established, with some 575 samples already returned from 2008 drilling. Where geological nature of Vetas is still being determined enough information has been collected to postulate a model which will assist in future targeting.

As mentioned previously over 575 samples have been analysed from Vetas drilling. The 2008 drilling was focussed around results achieved by Gold Fields in 1998, 60 metres @ 0.81g/t Au & 0.37% Cu. All holes encountered significant mineralization which is summarised in Figures 2 & 3 below:

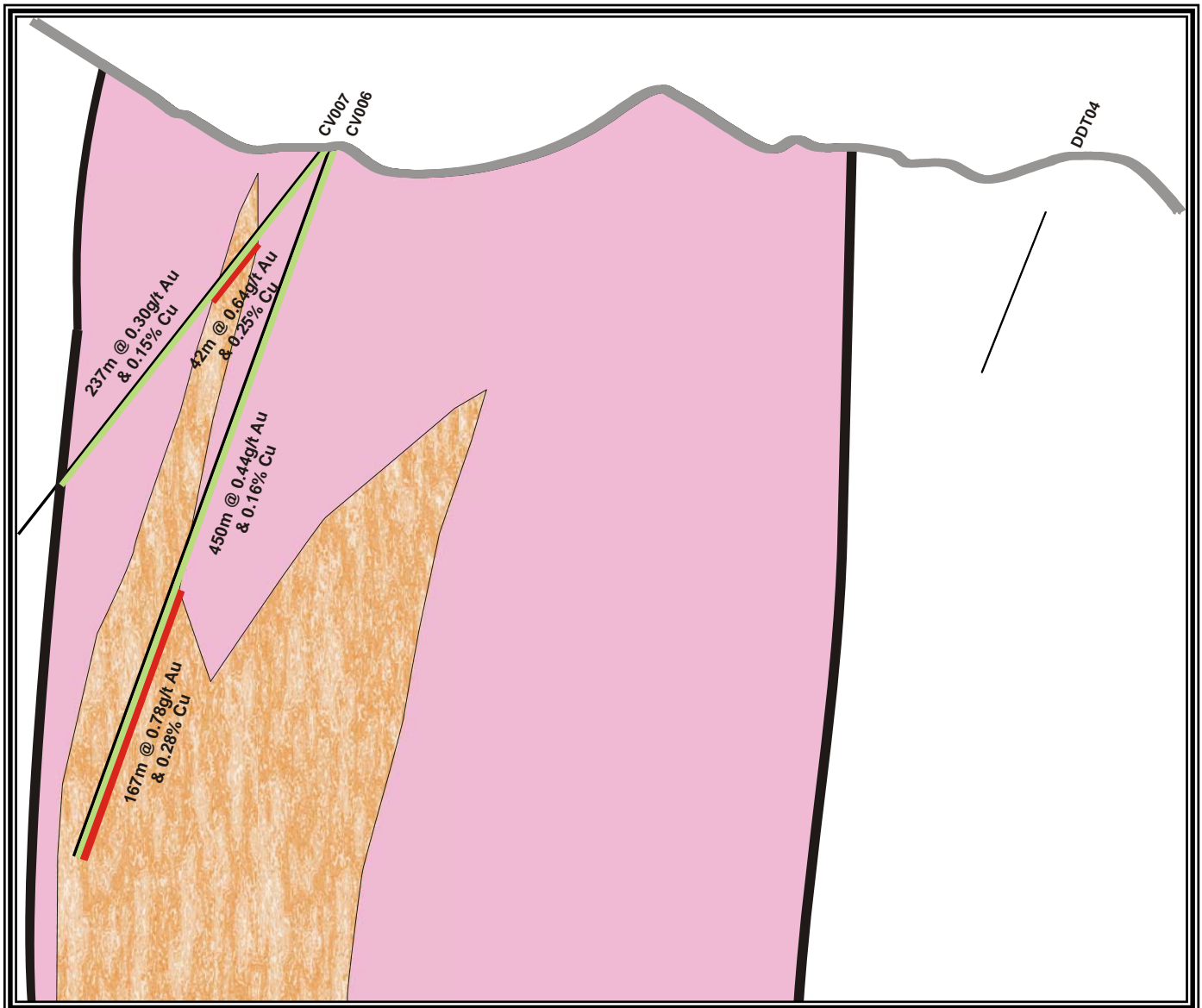
+ See chapter 19 for defined terms.

Figure 2: Section 1 Cerro Vetas 2008 Drilling



+ See chapter 19 for defined terms.

Figure 3: Section 2 Cerro Vetas 2008 Drilling



This increased data has enabled the development of a model in which the interpretation is that a series of 'high' grade Cu shoots sit within a lower grade halo with strong Au mineralization. It appears these shoots may dip steeply to the SW, this will be confirmed with further drilling. This interpretation conforms well to the classical porphyry model. The 'model' will be tested with future drilling and investigations into geological controls on mineralization.

Summary - Drilling

All holes have intersected mineralised porphyritic material and have added significantly to the Vetás dataset. The additional information has facilitated an upgrade in the interpretation and targets for further scrutiny. It would appear that the potential of Vetás will rely strongly on the ability to identify a 'high' grade component to the mineralization, as do most deposits world-wide. The greater technical understanding of any high grade component at Vetás will produce an

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity quarterly report

improved resource estimation in the future and help mitigate the risk associated with these estimates.

Review of other exploration activities - Titiribi

During the quarter, Windy, in conjunction with Anglo Gold Ashanti Colombia completed an aerial geophysical survey program of the Titiribi region.

Initial interpretation of the data was undertaken by Anglo Gold Ashanti Colombia and the original dataset will be further interpreted by Australian geoscientists appointed by Windy.

To date the following figures have been produced:

1. Thorium Image - Anglo Ashanti Colombia 2008
2. Potassium Image -Anglo Ashanti Colombia 2008
3. RTP Magnetics - Anglo Ashanti Colombia 2008
4. Thorium Image correlated with Earthscan Targets
5. Potassium Image correlated with Earthscan Targets

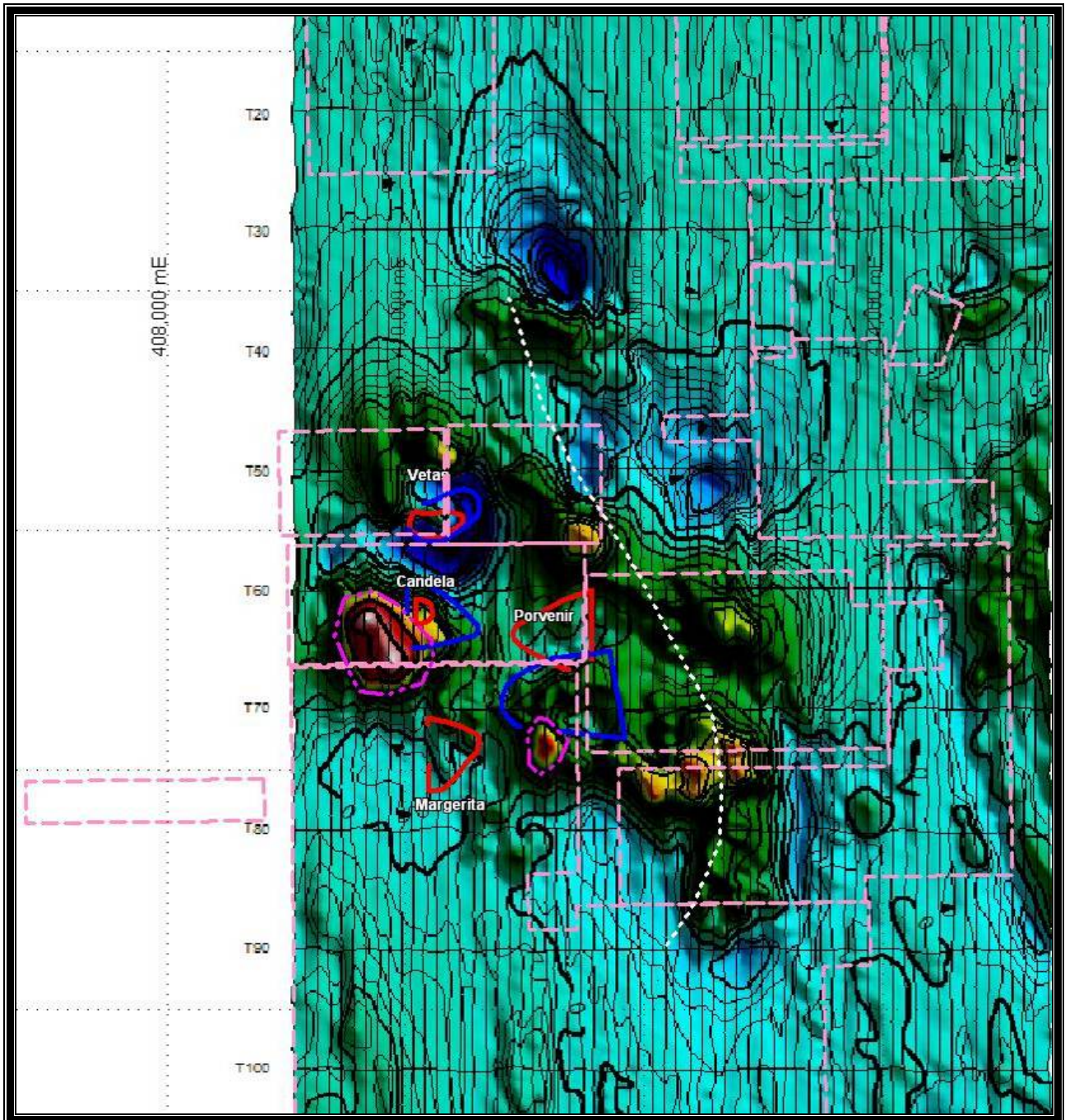
Anglo's geophysical survey utilised a caesium magnetometer towed by a helicopter, with magnetic and radiometric data acquired during the survey. The survey has identified various targets including Candela, Margerita and Porvenir anomalies.

The Company has made the following observations from the Anglo geophysical survey:

- All known interpreted porphyries have an alteration signature.
- These known porphyries also have a magnetic response, even though in some instances it appears to be subtle.
- Candela and Porvenir are potentially bigger systems than first interpreted.
- LandSat interpretations support the geophysical survey.
- The Company has potentially identified another porphyry located to the SE of Porvenir.
- Coincident thorium, potassium, magnetic and LandSat targets to the west of Candela would suggest a priority target.

+ See chapter 19 for defined terms.

Figure 4: RTP Magnetics - Anglo Ashanti Colombia 2008



+ See chapter 19 for defined terms.

Exploration Update - Western Australian Tenements (WKR 100%)

Windy Knob Project (Copper, Gold and Zinc)

Exploration Licence 51/900 was granted on the 9th November 2005 over 39 blocks (approx 120 km²) of ground, 55 km South of Meekatharra and 25 km East of Reedy, in Western Australia. After exclusions, the approximate area of the prospect is 100 km².

A helicopter-borne Electromagnetic (EM) Survey was completed during the quarter and has given the company numerous geophysical targets to follow up in an area immediately surrounding Silver Swan's (ASX Code: SWN) Ridgeback (recently renamed Austin Prospect) Volcanogenic Massive Sulphides (VMS) project, 50 kms south of Meekatharra. The survey has also highlighted the potential for Iron Ore in Banded Iron Formations (BIFs) and/or Magnetite which are evidenced in the geophysical data.

Since the end of the quarter, the company has decided to increase it's presence in the area by pegging a number of PL's and EL's as well as acquiring a large prospective EL application, E51/1198 (in consideration for 500,000 fully paid ordinary shares in the Company) that is located to the north of the Windy Knob Bore tenement.

A ground EM survey is planned for August with a drill program to follow.

Honeymoon Well South Project (Nickel)

The Honeymoon Well prospect consists of E53/976 and E53/1241 and is located immediately south of Honeymoon Well, 40 km south of Wiluna in the Northern Goldfields region of WA

A drilling program at Honeymoon Well was completed in March 2008. Results have been received and they contain no major intersections of gold and nickel. It is worth noting that the contracted drill rig was unable to reach the planned hole depth and the company is contemplating contracting a larger drilling rig to access the ground at deeper levels. Please see Appendix 2 for full set of information regarding drill co-ordinates.

Tuckanarra (Gold and Nickel)

Mobile Metal Ion soil sample results have yet to be received from assay from the large soil sampling program undertaken in the March quarter. No other activity was conducted on this tenement.

Black Tank Well

This Exploration Licence is yet to be granted. No work was completed on this tenement during the quarter.

Corporate

Completion of Entitlement Issue

A total of 22,980,416 Shares and 22,980,416 Options were allotted and issued on 30 June 2008 pursuant to the Entitlements Issue to raise \$1,838,433 before the costs of the issue.

Since the end of the quarter, the directors have been able to place an additional 8,269,579 shares and 8,269,579 options through the shortfall of the offer to raise a further \$661,566 (before costs of the issue).

The Company has now raised the full amount of \$2,500,000 (before costs of the issue) under the Entitlement Issue.

Update on share capital post entitlement issue and Hood acquisition:

1. The issued capital of the Company at the end of the quarter was as follows:

- 54,230,421 fully paid ordinary shares (WKR) as follows:

Quoted on ASX: 50,495,421

Unquoted restricted securities: 3,735,000

Total fully paid shares on issue: 54,230,421

- 37,230,416 options exercisable at \$0.20 each on or before 31 December 2009;
31,230,416 quoted options (WKRO) exercisable at 20 cents each on or before 31 December 2009.
6,000,000 unquoted restricted options exercisable at 20 cents each on or before 31 December 2009.

2. The issued capital of the Company is currently as follows:

- 63,000,000 fully paid ordinary shares (WKR) as follows:

Quoted on ASX: 58,765,000

Unquoted restricted securities: 3,735,000

Total fully paid shares on issue: 62,500,000

- 45,499,995 options exercisable at \$0.20 each on or before 31 December 2009:
39,499,995 quoted options (WKRO) exercisable at 20 cents each on or before 31 December 2009.
6,000,000 unquoted restricted options exercisable at 20 cents each on or before 31 December 2009.

For further information please contact:

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Windy Knob website: www.windyknobresources.com.au

Scientific or technical information in this news release has been prepared under the supervision of Mr Micheal Montgomery, a Consultant of the Company and a Member of the Australian Institute of Mining and Metallurgy. Mr Montgomery has sufficient experience which is relevant to the style of mineralisation under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code). Mr Montgomery consents to the inclusion in this report of the Information, in the form and context in which it appears.

Appendix 1: - Titiribi Project - Drill Results Table

Vetas Hill - Drill Holes re-assayed

Color code:	Red	> 0.5 g/t Au or 0.4 % Cu
	Brown	0.3 - 0.49 g/t Au or 0.2 - 0.39 % Cu
	Yellow	0.10 - 0.29 g/t Au or 0.10 - 0.19 % Cu

CV00#	Coordinate		RL	Depth	Drilling Azimuth	dip	From	To	Interval	Grade	Grade
	N	E								Au (g/t)	Cu (%)
CV001	1161995	1140159	2104.73	497.7	360	60 inc inc	128.9	367.65	167.7	0.38	0.22
							128.9	179.8	68.9	0.49	0.24
							268.9	367.65	98.8	0.45	0.27
CV002	1161955	1140159	2104	364.7	245	60	NSR				
CV003	1161955	1140159	2104.73	685.0	45	50 inc	191.8	547.65	355.9	0.39	0.18
							191.8	400.05	208.3	0.41	0.23
				1,547.4							

Vetas Hill - 2008 Drill Program

CV00#	Coordinate		RL	Depth	Drilling Azimuth	dip	From	To	Interval	Grade	Grade
	N	E								Au (g/t)	Cu (%)
CV004	1162355	1140110	1935	446.9	232	70	3	374.85	371.9	0.41	0.21
CV005	1162355	1140110	1935	300.0	232	50	0	116.5	116.5	0.54	0.24
CV006	1162435	1140110	1935	450.0	232	70 inc inc inc	3	450.0	447.0	0.44	0.16
							3	66.0	63.0	0.29	0.11
							141	259.0	118.0	0.29	0.13
							283	450.0	167.0	0.78	0.28
CV007	1162435	1140110	1935	300.0	232	50	0	237.5	237.5	0.30	0.15
							0	44.0	44.0	0.34	0.13
							51	117.5	66.5	0.49	0.22
				1,496.9							

Appendix 2 - Honeymoon Well - Drill Results Table

HoleID	Prospect	GridID	Northing	Easting	RL	Azi	Dip	Date Start	Date End	Plan Depth	EOH Depth	Tenement	Results
WKC001	Ironstone Ridge	GDA94_51	7007999	248550	521	270	-60	17/03/2008	18/03/2008	140	102	E53/1241	NSR
WKC002	Ironstone Ridge	GDA94_51	7010429	248750	543	270	-60	19/03/2008	20/03/2008	140	78	E53/976	NSR
WKC003	Ironstone Ridge	GDA94_51	7011031	248904	549	270	-60	20/03/2008	22/03/2008	140	43	E53/976	NSR
WKC004	Ironstone Ridge	GDA94_51	7011032	248976	537	270	-60	22/03/2008	23/03/2008	140	55	E53/976	NSR
WKC005	Ironstone Ridge	GDA94_51	7009901	248448	534	270	-60	23/03/2008	24/03/2008	140	129	E53/1241	NSR