

## Andean Reports Third Consecutive Quarter With Operating Earnings

Vancouver, B.C., October 26, 2002 - The Andean American Mining Corp. (TSX-V:AAG) is pleased to provide the financial results for the three month period from July 01,2002 to September 30, 2002.

	2002 \$	2001 \$
SALES OF GOLD	1,120,493	
COST OF SALES	687,133	
DEPRECIATION AND DEPLETION	145,104	
RECLAMATION	2,044	
EARNINGS FROM MINING OPERATIONS	286,212	
ADMINISTRATIVE EXPENSES	169,302	145,277
INTEREST EXPENSE	151,457	111,190
OTHER EXPENSES	2,670	688
INCOME (LOSS) FOR THE PERIOD	(37,217)	(257,155)
CASH GENERATED FROM MINING OPERATIONS	433,360	

This is the third consecutive quarter in which positive cash flow and earnings from mining operations have been generated from operations at the company's 100% owned Santa Rosa mine in Peru, 550-Kms southeast of Lima.

The loss for the quarter was \$37,217, a substantial improvement over the previous quarter. The cash generated from mining operations, of \$433,360, is \$0.013 per share, based on shares outstanding at September 30,2002

Management is confident the trend represented by the quarter over quarter numbers will continue but reminds shareholders these are just humble beginnings. The current expansion to the production capabilities and the benefits of the new luffing stacker should be reflected in future quarters. The number one priority now is improved recoveries and recycling the inventory of existing tonnage already on the pads.

To find out more about Andean American Mining Corp. (TSX-V: AAG), visit our new website at [www.andeanamerican.com](http://www.andeanamerican.com) For further information, please contact: John Devlin at 1-866-885-0484 and [jdevlin@andeanamerican.com](mailto:jdevlin@andeanamerican.com) or Windward Communications at 1-866-238-1185 or the Company at: (604) 681-6186 or toll free: 1-888-356-4784 and email: [info@andeanamerican.com](mailto:info@andeanamerican.com).

On behalf of Andean American Mining Corp.,

"John Huguet"  
President & CEO

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