

NEWS RELEASE

February 27, 2004

TSX-V:AAG

Sedar Profile # 00003879

Andean files Financial Results

The Board of Directors is pleased to provide results for the period ending December 31, 2003. Essentially, all results are from Operations at the Santa Rosa Mine, located in the department of Apurimac, Province of Grau, at 4,000 meters above sea level.

Production for the period was vastly improved over the previous quarter, reflecting the new management at the mine and the availability of pad space, and mine equipment.

During the quarter good progress was made on all the Capital Projects, including:

- Preparation of new leach pads
- Preparation of the Southern structure
- Design and build new agglomerator
- Design and build new major events ponds
- Expand carbon column capacity
- Expand concentrate recovery circuit
- Initial pit development for the new discoveries in the North and North East zones.
- Expansion of mine equipment fleet
- Preparation for the new diamond drill program

Some difficulties encountered in the drip feed leachate system (calcification) necessitated the return to a slower sprinkler method. Operator training is also behind schedule. The clay handling system is nearing design completion but the quantity of clays is diminishing. The silver precipitate circuit may be brought forward for a 2nd quarter implementation. The test on the recycled materials is utilizing the same module height as the agglomerated materials. A gold recover of 70% after 15 days has now been established.

Consolidated Statements of Operations (unaudited)

	Dec 31, 2003	Dec 31, 2002
	\$	\$
Revenue from Gold Sales	2,473,630	3,057,667
Cost of Sales	1,120,157	1,690,058
Depreciation and Depletion	218,776	353,697
Reclamation	8,568	6,572
Income from Mining Operations	1,126,129	1,007,340
Administrative Expenses	(764,781)	(621,957)
Foreign exchange gain (loss)	149,956	(1,811)
Interest on Long Term debt	(313,872)	(423,221)
Interest income	-	497
Net Income (Loss) for the Period	<u>\$197,432</u>	<u>\$(39,152)</u>

Consolidated Balance Sheet
At December 31, 2003
(unaudited)

	Dec 31, 2003	Mar 31, 2003
	\$	\$
Cash	337,264	112,475
A/R and Prepaids	1,072,455	345,746
Inventories	2,350,408	1,432,039
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	3,760,127	1,890,260
Mineral Properties	37,710,243	33,772,538
Other	42,229	50,253
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	41,512,599	35,713,051
Current Liabilities	6,934,075	5,221,720
Debentures	-	2,767,351
Reclamation Provision	33,378	15,784
Property Payments	1,863,902	-
Shareholders' Equity	32,681,244	27,708,196
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	41,512,599	35,713,051

(Note: The classifications of the Huayumpay land payments are now shown as a payable of 1,863,902 and the production debentures are included as current liabilities.)

Andean American's objective is to create shareholder value through low cost mine development and exploration. At Santa Rosa, through higher process rates and continued process refinements the aim is to have production costs in the lowest quartile for the industry. Andean American; producing, profitable, expanding and exploring.

To find out more about Andean American Mining Corp. (TSX-V: AAG), visit our new website at www.andeanamerican.com . For further information, please contact: John Devlin at 1-866-885-0484 and jdevlin@andeanamerican.com or Windward Communications at 1-866-583-6300 or the Company at: (604) 681-6186 or toll free: 1-888-356-4784 and email: info@andeanamerican.com

On behalf of Andean American Mining Corp.,



John Huguet
President & CEO