

NEWS RELEASE

March 5, 2004

TSX-V:AAG

Sedar Profile # 00003879

First Diamond Drill Results from the Carelo Zone

Andean American Mining Corp. (TSX-V: AAG) is pleased to announce the first results from its 4,200 metre diamond drill program at their Santa Rosa Mine located in Southern Peru, 550 kilometers south east of Lima.

Currently there are two drill rigs on the property. To date six holes have been drilled in Carelo on three parallel sections with two holes per section:

Section 752400 = holes SR04-28 and SR04-30

Section 752440 = holes SR04-32 and SR04-33

Section 752500 = holes SR04-35 and SR04-36

Three drill holes have been completed within the Open Pit Zone (SR04-29, 31, and 34). Both drills are now within the Open Pit Zone drilling down dip extensions of the 'southern structure'.

These initial results are from the first three holes (SR04-28, 30, and 32) drilled in the Carelo Zone, which is located 500 metres northeast of the Open Pit Zone.

	From (m)	To (m)	Width	Au (g/t)	Ag (g/t)
SR-04-28	38.56	39.10	0.54	20.50	5.5
SR-04-28	39.79	41.75	1.97	1.39	3.2
SR-04-28	41.75	43.72	1.97	0.78	2.9
SR-04-28	43.72	44.70	0.98	2.54	26.4
SR-04-28	44.70	45.69	0.98	2.90	122.8
SR-04-28	45.69	46.68	0.99	13.45	653.5

Average = 4.58 g/t gold and 109.1 g/t silver over 7.44 metres

	From (m)	To (m)	Width	Au (g/t)	Ag (g/t)
SR-04-30	34.66	36.77	2.11	2.39	3.4
SR-04-30	36.77	38.77	2.00	6.55	1.5
SR-04-30	38.77	40.77	2.00	3.88	1.6
SR-04-30	40.77	42.77	2.00	3.86	1.4
SR-04-30	42.77	44.77	2.00	2.01	1.1
SR-04-30	44.77	46.77	2.00	17.10	2.0
SR-04-30	46.77	48.79	2.02	7.70	18.5

Average = 6.19 g/t gold and 4.2 g/t silver over 14.13 metres

	From (m)	To (m)	Width	Au (g/t)	Ag (g/t)
SR-04-32	41.00	43.00	2.00	1.43	1.5
SR-04-32	43.00	44.63	1.63	3.21	4.4
SR-04-32	44.63	46.63	2.00	0.94	1.2
SR-04-32	46.63	48.63	2.00	0.80	0.8
SR-04-32	48.63	49.80	1.17	1.30	0.6

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SR-04-32	49.80	50.80	1.00	12.50	7.6
SR-04-32	50.80	51.80	1.00	6.80	5.1
SR-04-32	51.80	52.80	1.00	1.83	1.6
SR-04-32	52.80	53.80	1.00	2.52	4.0
SR-04-32	53.80	54.80	1.00	3.95	3.0
SR-04-32	54.80	55.80	1.00	9.25	8.4
SR-04-32	55.80	56.80	1.00	1.05	2.1

Average = 3.23 g/t gold and 3.0 g/t silver over 15.80 metres

The mineralization intersected to date in Carelo has many similarities to the 'southern structure' of the Open Pit Zone in that it occurs as a shallow to moderately dipping zone immediately below the contact between limestones of the Ferrobamba Formation and the overlying volcanic rocks. The mineralization is made up of a strongly oxidized silica-rich breccia as well as silicified and fractured limestone.

Andean invites you to drop by our booth (booth # 2213) at the PDAC where sections with these drill holes can be seen.

Results from the remaining three holes in Carelo and the first three holes within the Open Pit Zone are still pending and will be reported when received.

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"

John Huguet

President & CEO

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