



Suite 355-601 West Cordova Street
Vancouver, British Columbia | Canada V6B 1G1
T: 604.681.6186 | 1.888.356.4784 | F: 604.681.3652
info@andeanamerican.com | www.andeanamerican.com

NEWS RELEASE
March 20, 2006

TSX-V:AAG
SEDAR Profile # 00003879

Andean American Mining Announces Receipt of NI 43-101 Technical Report on Sinchao Property

Andean American Mining Corp. (TSX-V: AAG) is pleased to announce that it has received a recently completed independent NI 43-101 Technical Report on the Sinchao Property from Victor Jaramillo, P.Geo, of Discover Geological Consultants. Sinchao is a 100% owned exploration project located in the Yanacocha Hualgayoc Mining District in Northern Peru. This mining district is one of the most strongly mineralized precious metal belts in all of Peru and is home to the world's largest gold mine, the Yanacocha Mine.

The report details four distinct styles of mineralization at Sinchao: a large copper-gold-zinc (silver) Skarn zone, a copper-gold-silver mineralized fault and breccia zone, a high sulphidation copper-gold epithermal mineralized zone and a copper-gold-silver replacement manto-type massive sulphides. The report includes recommendations for a two-phase exploration program focused on the mineralized fault-breccia and skarn zones. Of note is the confirmation of high-grade massive sulphide (sphalerite-galena-chalcopyrite-pyrite) mineralization in widespread and diverse locations in the Skarn zone. The mineralized fault and breccia zone has the potential to continue to be the highest gold-copper grade mineralization on the property and appears to be more consistent than previously interpreted. The skarn zone has the potential to be the largest mineralized single portion of the Sinchao target and is of the same age and geological environment as the Antamina deposit, the largest known copper-zinc, silver, molybdenum and bismuth skarn in the world.

"Over the past 5 years the Company's efforts at Sinchao have been focused on land consolidation and tenure matters and now that this work is accomplished we are anxious to advance the development of this extremely undervalued asset," states John Huguet, President and CEO. "The unrealized potential of Sinchao remains high and management is currently reviewing opportunities by which this value can be realized by our shareholders."

The basis on which a potential tonnage and grade has been determined for the mineralized fault and breccia zone, includes a number of assumptions. These assumptions are that the fault and breccia zone has a steep dip (sub-vertical) to the east and has an approximate width of 100 metres (as defined by SDH-10). If the zone is continuous through the resistivity anomaly, a strike length of 1,000 metres can be considered reasonable. Using a vertical depth of mineralization of 300 meters and a specific gravity of 2.7, a total tonnage of (1,000m x 100m x 300m x 2.7) 81 million tonnes can be calculated.

It could then be stated that a potential tonnage for the mineralized fault and breccia zone may be in the range of 40 to 81 million tonnes. The low end is considering that only 50% of the calculated tonnes may contain potentially economic mineralization. The grades may have a range as follows:

Two main drill intersections in the mineralized fault-breccia zone gave the following range in grades:

<u>Hole No.</u>	<u>From (meters)</u>	<u>To (meters)</u>	<u>Interval (meters)</u>
SDH-05	326	452	126

Gold range: 0.07 to 1.56 g/t
Silver range: 1.70 to 156.80 g/t
Copper range: 0.02 to 2.10%
Lead range: 0.002 to 0.05 %
Zinc range: 0.004 to 0.25 %

<u>Hole No.</u>	<u>From (meters)</u>	<u>To (meters)</u>	<u>Interval (meters)</u>
SDH-10	176	294	118

Gold range: 0.06 to 1.90 g/t
Silver range: 1.10 to 74.70 g/t
Copper range: 0.03 to 3.09%
Lead range: 0.01 to 0.24 %
Zinc range: 0.01 to 1.08%

The basis on which a potential tonnage and grade has been determined for the skarn zone, includes a number of assumptions. These assumptions include a less than 27,990 nano Teslas magnetic anomaly (high magnetite means low total magnetic intensity – See section 9 of report) that lies between the mineralized fault and breccia zone and the interpreted contact of the San Miguel diorite. This area (1,300 meters x 600 meters) is 780,000 m². If an average thickness of 400 meters is assumed for the mineralization and the average specific gravity of 2.8 is used, then the total potential (780,000 m² x 400m x 2.8) of 873,600,000 tonnes can be calculated.

It could then be stated that a potential tonnage for the mineralized skarn zone may be in the range of 437 to 874 million tonnes. The low end is considering that only 50% of the calculated tonnes may contain potentially economic mineralization. The grades may have a range as follows:

Drill analytical data results for the skarn type mineralization vary considerably and the intervals intersecting the Skarn in two holes range between:

<u>Hole No.</u>	<u>From (meters)</u>	<u>To (meters)</u>	<u>Interval (meters)</u>
SDH-03	294.3	402.8	108.5

Gold range: 0.02 to 2.47 g/t
Silver range: 1.00 to 183.40 g/t
Copper range: 0.02 to 0.67%
Lead range: 0.02 to 3.4%
Zinc range: 0.02 to 3.95%

<u>Hole No.</u>	<u>From (meters)</u>	<u>To (meters)</u>	<u>Interval (meters)</u>
SDH-05	130	320	190

Gold range: 0.01 to 0.98 g/t
Silver range: 1.60 to 86.80 g/t
Copper range: 0.03 to 1.47%
Lead range: 0.02 to 1.77%
Zinc range: 0.05 to 4.11%

Investors are cautioned that discussion of potential quantities and grades is conceptual in nature. It is uncertain if further exploration will result in the targets being delineated as a mineral resource. Investors are cautioned not to assume that any potential mineralization is economically mineable.

Andean American Mining commissioned Mr. Victor Jaramillo, M.Sc.A., of Discover Geological Consultants of Vancouver, BC to provide a Qualified Person's Technical Report for the Sinchao Property. Mr. Victor Jaramillo, President of Discover Geological Consultants is a Professional Geoscientist, registered with the Association of Professional Engineers and Geoscientists of British Columbia. Mr. Jaramillo is also a Fellow of the Geological Association of Canada, a Fellow of the Society of Economic Geologists, a member of the Geological Society of Nevada and a member of the Geological Society of America.

The Qualified Person for this news release is Victor Jaramillo, P.Geo.

Andean American Mining Corp. (TSX.V-AAG) is focused on growth both organically and through acquisitions. The company is actively pursuing new properties with potential for early stage gold and silver targets. Andean American continues to maintain excellent community relations and a commitment to responsible environmental practices. The company has a strong management team with over 40 years experience and an effective board dedicated to excellence in corporate governance. Andean American Mining is committed to continuing to be a low-cost, profitable producer with an objective of 200,000 ounces of gold by 2010. For further information, please visit our website at www.andeanamerican.com.

On behalf of Andean American Mining Corp.,

“John Huguet”
John Huguet
President & CEO

This news release may contain forward-looking statements regarding upcoming work programs and events. Actual results may differ materially from those anticipated in such statements. The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release