

CORPORATE UPDATE

Andean American Mining Corp. (TSX-V: AAG) is pleased to announce the appointment of Ernesto A. Maurer to the Board of Directors.

Ernesto A. Maurer is currently Vice-President of Zurmont Finanz AG, Switzerland, a private equity company, focused on turnarounds and restructuring. Mr. Maurer also oversees due diligence, arbitration and operations of investee companies, being responsible for the acquisition and sale of several companies in the portfolio of Zurmont Finanz. He was formerly CEO of CEDES AG of Landquart, Switzerland, a high tech optosensorics company. Prior to that appointment, he had been Senior Vice President at VA TECH Escher Wyss where he headed the Compact Hydro Division, an international company for medium sized hydropower plants, which was #1 worldwide in this market.

Mr. Maurer has an engineering degree from the Technical University of Zurich and a Masters of Business Administration from the University of Lausanne, Faculty of Economics. Mr. Maurer sits on a number of boards, including Datamars SA, and BNS Group, all of Switzerland. Mr. Maurer speaks German, English, French and Spanish. His extensive qualifications in international finance, engineering and management make him a strong complementary addition to the board of Andean American Mining.

The Company has granted Mr. Maurer 150,000 stock options in keeping with the Company's stock option plan at a price of \$1.25 for a period of three years.

Concurrently, Michael C. Scholz has moved from the Board of Directors to accommodate the appointment of Mr. Maurer and has been appointed to the Advisory Board of the company. Mr. Scholz is chairman of Avcorp Industries Inc., which designs and builds major airframe structures for some of the world's most respected aircraft companies, including Bombardier, Boeing and Cessna. Mr. Scholz currently serves on a number of boards, including Acero-Martin Exploration, Uniserve Communications and CMC Metals Ltd.

The Company is also pleased to extend the Investor Relations Consultancy Agreement with Nancy Massicotte for a period of one year. Ms. Massicotte has six years of investor relations experience introducing public companies to the investment community, communicating with and disseminating news and corporate information to investors, shareholders, analysts and brokers. She also brings 20 years of client communications, database management, sales, accounting and managerial expertise to Andean American Mining Group. Ms. Massicotte has been granted 50,000 options at the exercise price of \$1.25 for a period of three years.

Andean American Mining Corp. (TSX-V:AAG) is focused on gold mining, exploration and development with its head office in Vancouver and operations in Peru. The company is a low cost, profitable producer with sales up 111% in 2005. Andean is actively pursuing new opportunities and has recently acquired lands from Barrick. With its current and new properties, with its strong management team and with a commitment to steady growth and financial viability, Andean is well positioned to become a leading organization in the mining industry. 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.