



ASX Announcement

5 April 2006

ANDEAN RESOURCES LIMITED

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Andean Resources Limited is listed on the ASX with the symbol "AND"

ANDEAN REITERATES REJECTION OF KINGSGATE OFFER

The independent directors of Andean Resources Limited (Andean) note the announcement on 4 April 2006 by Kingsgate Consolidated Limited (Kingsgate) regarding the removal of all conditions for its unsolicited takeover offer for all of the issued shares in Andean and the release of a second Supplementary Bidder's Statement.

After considering the implications of this, your independent directors continue to unanimously recommend that Andean shareholders **REJECT** the Kingsgate offer.

The removal of offer conditions does not change the fact that the current Kingsgate offer is opportunistic and does not deliver appropriate value for your Andean shares, as outlined in the Andean Target's Statement sent to shareholders on 29 March 2006.

Your independent directors will continue to keep Andean shareholders informed of any material developments in relation to the Kingsgate offer. Your independent directors continue to examine a range of opportunities to maximise shareholder value.

To REJECT the Kingsgate offer, Andean shareholders should simply **IGNORE** all documents sent to them by Kingsgate.

Andean shareholders who have any questions about the Kingsgate offer should call the Andean Shareholder information line on 08 9430 9966 (in Australia) or +61 8 9430 9966 if outside Australia.

Your independent directors have stated they do not intend to accept the Kingsgate offer for any Andean shares held by them or on their behalf.

For further information please contact:

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