



**BUILDING A MID-TIER  
AMERICAS-FOCUSED  
PRECIOUS METALS  
PRODUCER**

**TSX-V: APM OTCQX: ANPMF**

**Q4 & FY 2023 Highlights**

March 27, 2024



# Legal Disclaimers

This presentation is informational purposes only and is solely to assist interested parties in determining whether to seek additional information. This presentation does not constitute an offer to sell or a solicitation of an offer to buy any securities of Andean Precious Metals Corp. (the “Company” or “Andean”). This presentation is not, and under no circumstances is to be construed as, a prospectus, advertisement, or public offering document with respect any securities of the Company. No person is authorized to give any information or to make any representation not contained in this presentation, and any information or representation other than those contained herein must not be relied upon. This presentation or any information contained in it, is not to be transmitted, reproduced or otherwise made available except with the written consent of the Company.

## Non-GAAP Financial Measures

The Company uses a number of financial measures to assess its performance. Some of these measures are not calculated in accordance with Generally Accepted Accounting Principles (“GAAP”), which are based on International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board, are not defined by GAAP and do not have standardized meanings that would ensure consistency and comparability among companies using these measures. The Company believes that certain non-GAAP/non-IFRS measures are useful in assessing ongoing business performance and provide readers with a better understanding of how management assesses performance. Readers are cautioned that these non-GAAP/non-IFRS financial measures should not be considered in isolation or as a substitute for measures of performance prepared in accordance with IFRS.

Non-GAAP/non-IFRS measures presented in this presentation include calculations of net debt and cash gross profit of the Company. Net debt is defined as total nominal debt less cash and cash

equivalents. The Company uses net debt to provide investors with transparency regarding the liquidity position of the Company. The most directly comparable measure prepared in accordance with GAAP is total liabilities. Cash gross profit is calculated by adding back depreciation to income from mine operations. The Company uses cash gross profit to evaluate its operating performance and ability to generate cash flow and the Company discloses cash gross profit as it believes this measure provides valuable assistance to investors and analysts in evaluating its ability to finance ongoing business and capital activities. The most directly comparable measure prepared in accordance with GAAP is gross profit.

## Use of Market and Industry Data

This presentation includes market and industry data that has been obtained from third party sources, including third-party consultants, industry publications, as well as industry data prepared by the Company’s management on the basis of its knowledge of and experience in the industry in which the Company operates (including management’s estimates and assumptions relating to the industry based on that knowledge). Management’s knowledge of the industry has been developed through its industry experience and participation. Management believes that its industry data is accurate and that its estimates and assumptions are reasonable, but there is no assurance as to the accuracy or completeness of this data. Third party sources generally state that the information contained therein has been obtained from sources believed to be reliable, but there is no

assurance as to the accuracy or completeness of included information. Although believed to be reliable, the Company’s management has not independently verified any of the data from third party sources referred to in this presentation or ascertained the underlying economic assumptions relied upon by such sources.

## Risk Factors

The Company’s activities expose it to a variety of financial market risks, credit risks and liquidity risks. The risk factors of the Company are further described in the Company’s Management Discussion and Analysis for the three and twelve months ended December 31, 2023, available on the Company’s SEDAR profile at [www.sedarplus.ca](http://www.sedarplus.ca). These factors include, but are not limited to:

- (i) commodity prices;
- (ii) (supply and quality of purchase ore;
- (iii) cost estimates;
- (iv) exploration, development and operating risks;
- (v) health, safety and environmental risks and hazards;
- (vi) nature and climatic conditions;
- (vii) uncertainty in estimation of mineral reserves and resources,
- (viii) uncertainty relating to mineral resources,
- (ix) uncertainty relating to future production estimates,
- (x) foreign operations and political risks,
- (xi) increases in production costs,
- (xii) compliance costs, and
- (xiii) community relations.

# Forward-Looking Statements

Certain statements and information contained in this presentation constitute forward-looking information or forward-looking statements (collectively, “forward-looking statements”) within the meaning of applicable securities laws. These statements relate to future events or the Company’s future performance, business prospects or opportunities. All statements other than statements of historical fact may be forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as: “seek”, “anticipate”, “plan”, “continue”, “estimate”, “expect,” “may”, “will”, “project”, “predict”, “potential”, “targeting”, “intend”, “could”, “might”, “should”, “believe” and similar expressions.

Forward-looking statements in this presentation include, but are not limited to, statements and information regarding: the Company’s expectations regarding production and processing capacity, plans for growth through exploration activities, acquisitions or otherwise, the Company’s expectation to bring the tailings silver recovery project into production in H1 2024; the anticipated timing of FDF production commencement and the updated technical report.

Forward-looking statements are necessarily based on a number of estimates and assumptions, while considered reasonable by the Company as at the date of this presentation in light of management’s experience and perception of current conditions and expected developments, are inherently subject to significant business, economic and competitive uncertainties and risks. Such forward-looking statements are based on a number of material factors and assumptions, including, but not limited to: the Company’s ability to carry on exploration and development activities; the Company’s ability to secure and to meet obligations under property and option agreements and other material agreements; the timely receipt of required approvals and permits; that there is no material adverse change affecting the Company or its properties; that contracted parties provide goods or services in a timely manner; that no unusual geological or technical problems occur; that plant and equipment function as anticipated and that there is no material adverse change in the price of silver, costs associated with production or recovery.

Known and unknown risks, uncertainties and other factors may cause actual results, performance or achievements, or industry results, to differ materially from those anticipated in forward-looking statements set out herein. The Company believes the expectations reflected in such forward-looking statements are reasonable, but no assurance can be given that these expectations will prove to be correct, and you are cautioned not to place undue reliance on forward-looking statements contained herein.

Readers are cautioned that any financial outlook and future-oriented financial information contained herein should not be used for purposes other than for which it is disclosed herein. The prospective financial information included in this presentation has been prepared by, and is the responsibility of, management and has been approved by management as of the date hereof. The Company and management believe that prospective financial information has been prepared on a reasonable basis, reflecting the best estimates and judgments, and represent, to the best of management’s knowledge and opinion, the Company’s expected course of action. However, because this information is highly subjective, it should not be relied on as necessarily indicative of future results. Andean believes that its financial analyses must be considered as a whole and that selecting portions of its analyses and the factors considered by it, without considering all factors and analyses together, could create a misleading view of the process underlying such financial analyses. The preparation of any financial forecast is complex and is not necessarily susceptible to partial analysis or summary description and any attempt to do so could lead to undue emphasis on any particular factor or analysis. The financial outlook and future-oriented financial information is provided for the purpose of providing information about management’s current expectations and plans relating to the future. Readers are cautioned that such information contained in this document should not be used for purposes other than for which it is disclosed herein.

Some of the risks and other factors which could cause actual results to differ materially from those expressed in the forward-looking statements contained in this presentation include, but are not limited to: risks and uncertainties relating to the interpretation of drill results,

the geology, grade and continuity of mineral deposits and conclusions of economic evaluations; results of initial feasibility, pre-feasibility and feasibility studies, and the possibility that future exploration, development or mining results will not be consistent with the Company’s expectations; risks relating to possible variations in reserves, resources, grade, planned mining dilution and ore loss, or recovery rates and changes in project parameters as plans continue to be refined; mining and development risks, including risks related to accidents, equipment breakdowns, labour disputes (including work stoppages and strikes) or other unanticipated difficulties with or interruptions in exploration and development, including risks relating to permitting; the potential for delays in exploration or development activities or the completion of feasibility studies; risks related to the inherent uncertainty of production and cost estimates and the potential for unexpected costs and expenses; risks related to commodity prices and foreign exchange rate fluctuations; the uncertainty of profitability based upon the cyclical nature of the industry in which the Company operates; risks related to failure to obtain adequate financing on a timely basis and on acceptable terms or delays in obtaining governmental or local community approvals or in the completion of development or construction activities; risks related to environmental regulation and liability; political, legal and regulatory risks associated with mining and exploration; risks related to the uncertain global economic environment; and other factors contained in the section entitled “Risk Factors” in the Company’s most recent Management Discussion and Analysis available on [sedarplus.ca](http://sedarplus.ca).

All of the forward-looking statements contained in this presentation are qualified by these cautionary statements. The reader of this presentation is cautioned not to place undue reliance on any forward-looking statements. Andean expressly disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, events or otherwise, except in accordance with applicable securities laws.

**All currency is in US dollars unless otherwise noted.**





**Alberto Morales**  
Executive Chairman & CEO



# Change and Transformation



Fully transitioned San Bartolomé's operating model



Third-party material contracts signed in 2023 represent ~1Mt of material



Advanced the tailings silver recovery project –remains on time and on budget



Acquired Golden Queen, a fully permitted producing mine



Strengthened our management team

# Driving Cash Flow & Profitability Through Long-Term Feed Purchase Contracts

- San Bartolomé has successfully transitioned from conventional mining to strictly processing
- During 2023, the Company signed mid to long-term contracts for ~1Mt of mill feed, including:

**4 Alta Vista** (located 420 km from San Bartolomé):  
Signed in June 2023, the purchase agreement is for 170,000 metric tonnes over 24 months.  
**Average grade: 350 g/t**

**5 Tollojchi** (located 40 km from the San Bartolomé):  
The 10-year contract was signed in January 2023, and is for a minimum of 25,000 tonnes per month.  
**Average grade: 145 g/t**

**9 Paca** (located <200 km from San Bartolomé):  
Signed in September 2023, this is a 5-year exclusive contract to purchase up to 800,000 tonnes of oxide.  
**Average grade: 185 g/t**





# San Bartolomé: Updated Mineral Reserve and Mineral Resource Estimate

## Mineral Reserve & Resource Estimate\*

(as of December 1, 2023)

**11.9**

Moz Ag

### Proven & Probable Reserves

(5.1Mt grading 93 g/t Ag)

**19.0**

Moz Ag

### M+I Resources

Including 2P Reserves  
(6.1Mt grading 98 g/t Ag)

**5.0**

Moz Ag

### Inferred Resources

(9.6Mt grading 167 g/t Ag)

**4.6**

Years

### Operating Life

(estimated)

\*Mineral resources are inclusive of mineral reserves. Mineral reserve & resource estimate includes resources in the Company's fines disposal facility, which contains untreated fine-grained plant feed from the oxide reserves previously mined as well as third party contracted high-grade oxide material. For more information, please view the updated NI 43-101 Technical Report supporting the mineral reserve and resource estimate under the Company's profile at [sedarplus.ca](http://sedarplus.ca) or at [andeanpm.com](http://andeanpm.com).



**Additional oxides  
from Bolivian  
government**

**Tailings  
reprocessing**

**ACTIVELY  
Pursuing  
Growth  
IN BOLIVIA**

**New  
purchase contracts  
for third-party  
ore**

**M&A**



# Golden Queen: A Fully Permitted Producing Asset

## Mineral Reserve & Resource Estimate

(as of September 30, 2023)

<p><b>485</b> koz Au</p> <p><b>Proven &amp; Probable Reserves</b> (21 Mt grading 0.72 g/t Au)</p>	<p><b>822</b> koz Au</p> <p><b>M+I Resources</b> Including 2P Reserves (41.8 Mt grading 0.62 g/t Au)</p>	<p><b>53</b> koz Au</p> <p><b>Inferred Resources</b> (3.6 Mt grading 0.45 g/t Au)</p>	<p><b>5</b> Years</p> <p><b>Mine Life</b> (estimated)</p>
---	--	---	---

\*Mineral resources are inclusive of mineral reserves. Mineral reserve & resource estimate also contains resources of 11.2 Moz Ag inclusive of 2P reserves of 6.85 Moz Ag. For more information, please see updated NI 43-101 Technical Report supporting the Mineral Reserve and Resource Estimate, which was filed January 31, 2024 on sedarplus.ca.



## Golden Queen Fast Facts

**A producing asset with a strong management team**

**1,100 hectares in Kern County, California**

**Conventional open pit 12,000 tpd heap leach (blasting and hauling)**

**Produced more than 340 koz Au and ~3.5 Moz Ag since start-up in 2016**

**Opportunities to create additional value through mine life extension, mine optimization, ore control and operational efficiencies**



## Creating Value at Golden Queen

**Exploration**

**Mine optimization,  
ore control, cost  
savings & operational  
efficiencies**

**Expand aggregate  
business**

**M&A**





# Advancing Our Vision: In a Strong Position to Grow

## PRODUCTION

San Bartolomé  
(Bolivia)

## PRODUCTION

Golden Queen  
(USA)

## CREATE ADDITIONAL VALUE

- Exploration
- New ore contracts
- Convert resources
- Mine optimization
- Ore control
- Operating efficiencies
- Cost savings

Building a  
Mid-Tier  
Precious Metals  
Producer Focused  
on the Americas





**Juan Carlos Sandoval**

CFO



## Golden Queen – Purchase Gain of \$36.5 Million

Fair value of net assets acquired	November 24, 2023	
		(Preliminary)
<b>Current assets</b>		
Accounts receivable	\$	222
Inventories		59,300
Property plant and equipment		74,971
Other assets		6,258
<b>Total assets</b>	<b>\$</b>	<b>140,751</b>
<b>Liabilities assumed</b>		
Accounts payable and accrued liabilities	\$	13,815
Provision for reclamation		5,915
Deferred tax liabilities		15,273
Debts		52,232
<b>Total liabilities</b>	<b>\$</b>	<b>87,235</b>
<b>Total fair value of net assets acquired</b>		<b>53,516</b>
<b>Aggregate purchase consideration for the acquired assets, net of the liabilities assumed</b>		
Initial cash payment	\$	7,778
Fair value of the deferred payments		9,227
<b>Consideration transferred November 24, 2023</b>	<b>\$</b>	<b>17,005</b>
<b>Bargain purchase gain</b>	<b>\$</b>	<b>\$36,512</b>





# Golden Queen Operational and Financial Highlights

From Acquisition Date to December 31, 2023		
<b>Mining</b>		
Tonnes ore mined	k dmt	182
Tonnes mined	k dmt	2,034
Strip ratio <sup>1</sup>		11.1
Ore mined grade	Au g/t	0.59
<b>Heap leach</b>		
Tonnes stacked and processed	k dmt	105
Average purchase grade	Ag g/t	0.56
Heap leach contained ounces stacked	Au oz	1,900
<b>Production</b>		
Silver production	oz	50,543
Gold production	oz	5,108
Gold equivalent production <sup>2</sup>	oz	5,711
<b>Sales</b>		
Silver sales	oz	50,954
Gold sales	oz	5,849
Gold equivalent sales <sup>2</sup>	oz	6,528
<b>Costs profile per ounce</b>		
OCC per gold equivalent ounce produced <sup>3</sup>	\$/oz	1,769
OCC per gold equivalent ounce sold <sup>3</sup>	\$/oz	1,616
AISC per equivalent ounce sold <sup>3</sup>	\$/oz	1,557

1. Strip ratio is calculated as waste mined divided by ore mined.

2. Gold equivalent production and gold equivalent sales include silver production and sales, respectively. Equivalent ounces are calculated using the Company's average realized gold and silver prices during the referenced period. Refer to the "Non-GAAP Financial Measures, Ratios and Supplementary Financial Measures" section of the Company's MD&A for further detail.

3. OCC per equivalent ounces produced and OCC per equivalent ounces sold and AISC per equivalent ounces sold on a by-product credit basis were from the Acquisition Date to December 31, 2023. These are measures of financial performance with no prescribed definition under IFRS. Refer to the "Non-GAAP Financial Measures, Ratios and Supplementary Financial Measures" section of the MD&A for further detail, including a reconciliation of these metrics to the financial statements.

Statement of income includes Golden Queen's contribution from the acquisition date to December 31<sup>st</sup>, 2023, including:

- \$13.3 million in revenue; and
- \$0.4 million in pre-tax income in 2023

---

Had the acquisition been completed on January 1, 2023 Golden Queen's full year contribution to revenue would have been \$91.3 million. This would have increased consolidated full year 2023 revenue by 73% to \$216.7 million.



## Q4 & FY 2023: Overview of Profitability

(In thousands except per share and per oz)	Q4 2023	Q4 2022	Change	FY 2023 <sup>3</sup>	FY 2022	Change
<b>Financial performance</b>						
Revenue	\$ 48,821	\$ 25,666	90%	\$ 125,324	\$ 108,049	16%
Cost of sales	42,012	22,902	83%	105,892	91,133	16%
Depreciation and depletion	1,703	1,666	2%	5,231	7,212	(27%)
Gross operating income	5,106	1,098	365%	14,201	9,704	46%
Purchase gain - Golden Queen	36,512	-	100%	36,512	-	100%
Net income (loss) after tax	38,076	(3,341)	1,240%	38,540	(10,091)	482%
Net income (loss) per share						
– Basic	0.24	(0.02)	1,237%	0.24	(0.06)	482%
– Diluted	0.21	(0.02)	1,095%	0.22	(0.06)	439%
Net cash provided from (used in) operating activities	5,121	(2,985)	272%	4,166	(2,740)	252%
Free cash flow*	1,719	(3,381)	151%	(1,851)	(5,094)	64%
EBITDA*	40,718	(1,348)	3,121%	50,171	(1,583)	3,269%
Adjusted EBITDA*	7,863	(956)	922%	20,063	3,539	467%
Capital expenditures	3,402	246	1,283%	6,017	2,204	173%
Ending cash and cash equivalents	64,907	80,729	(20%)	64,907	80,729	(20%)

\* Free cash flow, EBITDA and Adjusted EBITDA are non-IFRS measures. For more information, please refer to “Non-GAAP Financial Measures, Ratios and Supplementary Financial Measures” found in the Company’s MD&A for the three and twelve months ended December 31, 2023, which is available on the Company’s website [andeanpm.com](http://andeanpm.com) or under the Company’s profile on [sedarplus.com](http://sedarplus.com).



# Capital Structure

As at December 31, 2023\*

Liquid Assets, Including Cash, A/R, VAT Receivable & Marketable Securities	<b>\$72.8M</b>
Negative Net Debt	<b>-\$17.4M</b>
Working Capital	<b>\$100.4M</b>
Shares Outstanding	<b>156.7M</b>

\* For more information, please see Andean's Audited Consolidated Financial Statements for the three and twelve months ended December 31, 2023, available on the Company's website at [andeanpm.com](http://andeanpm.com) or under its profile at [sedarplus.com](http://sedarplus.com).



## 2024 Production Expected to Double to 10.4 Moz from 5.2 Moz in 2023

### 2024 Production Guidance (koz)

	2024 Guidance	Range	
	+/- 5%	-5%	5%
Golden Queen gold equivalent ounces*	60	57	63
San Bartolomé silver equivalent ounces*	5,000	4,750	5,250
Consolidated silver equivalent ounces*	10,429	9,908	10,950

\* Silver equivalent production and silver equivalent sales both include gold production and sales. Equivalent ounces are calculated using the Company's average realized gold and silver prices during the referenced period. For 2024 guidance commodity price assumptions supporting this estimate are \$21 per ounce of silver and \$1,900 per ounce of gold. Refer to the "Non-GAAP Financial Measures, Ratios and Supplementary Financial Measures" section of the Company's MD&A for the three and twelve months ended December 31, 2023, which is available on the Company's website [andeanpm.com](http://andeanpm.com) or under the Company's profile on [sedarplus.com](http://sedarplus.com) for further detail.



# FY 2024 Cost Guidance

Cost Guidance			
	2024 Guidance (+/-5%)	Range	
		-5%	5%
<b>Golden Queen</b> (on a by-product credit basis)			
Operating cash cost per Au Eq oz produced	\$ 1,500	\$ 1,425	\$ 1,575
All-in sustaining costs per Au Eq oz sold	\$ 1,750	\$ 1,663	\$ 1,838
<b>San Bartolomé</b>			
Cash gross operating margin per Ag Eq oz produced <sup>1</sup>	\$ 3.88	\$ 3.69	\$ 4.07
Gross margin ratio <sup>2</sup>	19.5%	18.5%	20.5%

1 Cash gross operating margin per equivalent ounce sold is calculated by subtracting the average cash cost of sale (cost of sales, excluding depreciation, depletion and amortization), and business unit general and administration cost per equivalent ounces from the average selling price per equivalent ounces. It is a measure of financial performance with no prescribed definition under IFRS and may not be comparable to similar financial measures disclosed by other issuers. Refer to the "Non-GAAP Financial Measures, Ratios and Supplementary Financial Measures" section of the Company's MD&A for the three and twelve months ended December 31, 2023, which is available on the Company's website [andeanpm.com](http://andeanpm.com) or under the Company's profile on [sedarplus.com](http://sedarplus.com). for further detail, including a reconciliation of these metrics to the Financial Statements.

2 Gross margin ratio is calculated by subtracting the cost of sale, excluding depreciation, depletion and amortization, as reported in the income statements from the revenue of equivalent ounces divided by revenue from sales of equivalent ounces. GMR is a measure of financial performance with no prescribed definition under IFRS and may not be comparable to similar financial measures disclosed by other issuers. Refer to the "Non-GAAP Financial Measures, Ratios and Supplementary Financial Measures" section of the Company's MD&A for the three and twelve months ended December 31, 2023, which is available on the Company's website [andeanpm.com](http://andeanpm.com) or under the Company's profile on [sedarplus.com](http://sedarplus.com) for further detail, including a reconciliation of these metrics to the Financial Statements.



# FY 2024 Capex Guidance

Capex Guidance			
	2024 Guidance	Range	
	+/- 5%	-5%	5%
Sustaining capital			
Golden Queen	\$ 10,300	\$ 9,785	\$ 10,815
San Bartolomé	\$ 3,400	\$ 3,230	\$ 3,570
<b>Total sustaining capital</b>	<b>\$ 13,400</b>	<b>\$ 12,730</b>	<b>\$ 14,070</b>
Growth capital			
Golden Queen	\$ 9,500	\$ 9,025	\$ 9,975
San Bartolomé	\$ 840	\$ 798	\$ 882
<b>Total growth capital</b>	<b>\$ 10,287</b>	<b>\$ 9,773</b>	<b>\$ 10,801</b>
Total capital			
Golden Queen	\$ 19,800	\$ 18,810	\$ 20,790
San Bartolomé	\$ 4,240	\$ 4,028	\$ 4,452
<b>Total capital expenditures</b>	<b>\$ 24,040</b>	<b>\$ 22,838</b>	<b>\$ 25,242</b>





**Q&A**





**BUILDING A MID-TIER  
AMERICAS-FOCUSED  
PRECIOUS METALS  
PRODUCER**

**TSX-V: APM OTCQX: ANPMF**

**Q4 & FY 2023 Highlights**

March 27, 2024

For more information, please contact  
Trish Moran at [tmoran@andeanpm.com](mailto:tmoran@andeanpm.com)