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Box 49298, 1055 Dunsmuir Street  
Vancouver, BC V7X 1L3  
CANADA

## Operating Profit up 88% on Q2-2003 to US\$1,164,960

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### Highlights for the Third Quarter to November 30, 2003

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- **Net Earnings after tax** for the third quarter were **US\$1,017,089** up from earnings of **US\$47,921** in the previous corresponding quarter.
- **Amerigo acquired** the Chilean MVC copper project on July 3, 2003. As Amerigo has a February year-end, the third quarter is the period September 1 to November 30, 2003. Accordingly this report includes the first full quarter of Operating results from MVC
- **Amerigo produced** and sold **7.13 million pounds** of Copper in the quarter, for a cash cost before El Teniente royalty of **57.5c** per pound, and a total cost after royalty and depreciation of **63.9c** per pound.
- The average copper price **received** during the quarter was **86.6c** per pound.
- **Copper production** for the quarter represents an annualized rate of approximately 13,000 tonnes, **up 18%** on production rates prior to Amerigo's acquisition.
- **Operating cashflow** from MVC for the quarter ended November 30 was **US\$1,331,429**, up 73% on Q2-2003.
- **Earnings per share** were **US1.77c** (2.30c Canadian) for the quarter and **US4.20c** (5.46c Canadian) for the year to date.
- **US Dollar Reporting and Year-end Change** - due to the change in the Amerigo asset base, all financial reports are expressed in US dollars. Amerigo has received regulatory approval to change to a December 31 year-end effective December 31, 2003.
- **Warrant Listing** - On December 18, 2003, certain warrants issued by Amerigo in June and July 2003 began trading on the TSX Venture Exchange under the symbol ARG.WT. Each warrant is exercisable into a common share of Amerigo until June 20, 2005 at an exercise price of CDN\$0.70.

- **Production expansion plans** remain on track with the installation and commissioning of the additional classification and flotation equipment in the first quarter of 2004 and a budgeted production rate for 2004 of 16,000 tonnes of refined copper.
- **Further production increases** – Planning is well underway for Stage 2 of the expansion which will increase copper production further in 2005 to an annual level of approximately 20,000 tonnes. Preliminary indications are that this stage will also require less investment than originally budgeted. Both stages of expansion position Amerigo well to take advantage of current higher prices due to strong demand from China and improving economies in other parts of Asia, the US, and Europe.

This Stage 2 production increase will be generated from the higher rate of extraction from the Colihues tailings project from the present 2000 tonnes of plant feed per day trial operation to a fully commercial rate of 10,000 tonnes per day. Further studies are planned for 2004 to examine the potential to increase production from Colihues beyond this rate.

- **New business** – Amerigo is in discussions with several parties regarding acquisition opportunities in both sulphide and oxide copper projects within Chile. Chile is the world's largest copper producer, and for several years this region has been short of capital to develop projects which typically are not large enough to capture the attention of the world's major copper producers. Amerigo believes it can participate in such opportunities provided they offer similar potential for rates of return to the Company's MVC acquisition.
- **Disposition of Canadian Exploration Properties** – Amerigo has entered into an agreement to sell its Canadian exploration properties to Nikos Explorations Ltd. (NIK-TSX-V) for 5,000,000 shares of Nikos, and the requirement to issue an additional 5,000,000 shares to Amerigo if Nikos holds any interest in the properties after June 2005. The transaction is subject to stock exchange approval. The sale will enable Amerigo to focus on its Chilean copper production at Minera Valle Central, while maintaining an interest in the upside in the Coppercorp, Island Copper and Bellevue properties.

# QUARTERLY AND YEAR END REPORT

## BC FORM 51-901F SCHEDULE A

<b>ISSUER DETAILS</b>		<b>DATE OF REPORT</b>		
NAME OF ISSUER	FOR THE QUARTER ENDED	YY/MM/DD		
Amerigo Resources Ltd.	November 30, 2003	04/01/05		
ISSUER ADDRESS				
Ste. 2684, Four Bentall Centre, 1055 Dunsmuir St., P.O. Box 49298				
CITY	PROVINCE	POSTAL CODE	ISSUER FAX NO.	ISSUER TELEPHONE NO.
Vancouver	B.C.	V7X 1L3	(604) 682-2802	(604) 681-2802
CONTACT NAME		CONTACT POSITION	CONTACT TELEPHONE NO.	
Jeffrey Giesbrecht		Secretary	(604) 697-6201	
CONTACT EMAIL ADDRESS		WEB SITE ADDRESS		
info@amerigoresources.com		www.amerigoresources.com		

### **CERTIFICATE**

*The three schedules required to complete this Report are attached and the disclosure contained therein has been approved by the Board of Directors. A copy of this Report will be provided to any shareholder who requests it.*

DIRECTOR'S SIGNATURE	PRINT FULL NAME	DATE SIGNED YY/MM/DD
"Steven Dean"	Steven G. Dean	04/01/05
DIRECTOR'S SIGNATURE	PRINT FULL NAME	DATE SIGNED YY/MM/DD
"Ian E. Gallie"	Ian E. Gallie	04/01/05

# **Amerigo Resources Ltd.**

Consolidated Financial Statements  
(Unaudited)

**November 30, 2003**

(expressed in U.S. dollars)

# Amerigo Resources Ltd.

## Consolidated Balance Sheet

(expressed in U.S. dollars)

	<b>November 30, 2003</b>	<b>February 28, 2003</b>
	\$	\$
	(Unaudited)	
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	3,344,515	91,654
Accounts receivable	1,395,074	13,049
Prepaid expenses	23,661	3,490
Plant supplies and inventory	844,677	-
	<hr/>	
	5,607,927	108,193
<b>Deferred charges</b>	33,120	-
<b>Mineral property, plant and equipment - net</b>	23,175,043	254,498
<b>Future income tax</b>	1,348,315	-
	<hr/>	
	30,164,405	362,691
	<hr/>	
<b>Liabilities</b>		
<b>Current liabilities</b>		
Accounts payable	1,667,548	16,546
<b>Notes payable</b>	3,400,000	-
<b>Enami loan</b>	1,895,381	-
<b>El Teniente royalty payable</b>	320,070	-
<b>Other payables</b>	513,467	-
<b>Minority interest</b>	1,000	-
	<hr/>	
	7,797,466	16,546
	<hr/>	
<b>Shareholders' Equity</b>		
<b>Capital stock</b>	24,010,506	3,390,897
<b>Contributed surplus</b>	1,747	1,747
<b>Deficit</b>	(1,538,107)	(3,046,499)
<b>Cumulative translation adjustment</b>	(107,206)	-
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	22,366,940	346,145
	<hr/>	
	30,164,405	362,691
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Approved by the Board of Directors

"Steven G. Dean"

Director

"Ian Gallie"

Director

# Amerigo Resources Ltd.

## Consolidated Statement of Operations and Retained Earnings

(expressed in U.S. dollars)

	<b>Three months ended November 30,</b>		<b>Nine months ended November,</b>	
	<b>2003</b>	<b>2002</b>	<b>2003</b>	<b>2002</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Revenue</b>	5,869,049	68,335	9,405,260	68,335
<b>Costs</b>				
Production costs	1,984,545	-	3,592,584	-
Smelter refinery and other charges	1,280,211	-	2,191,849	-
Maintenance and services	598,222	-	970,306	-
Depreciation and amortization	166,469	-	315,827	-
El Teniente royalty	319,593	-	-	-
Administration	224,666	-	335,417	-
Transportation	130,383	-	215,119	-
<b>Cost of sales</b>	4,704,089	-	7,621,102	-
<b>Operating profit</b>	1,164,960	68,335	1,784,158	68,335
<b>Other income and expenses</b>				
Professional fees	41,833	8,580	100,378	24,496
Interest expense	70,649	-	112,115	-
Management fees	45,150	7,330	76,418	25,803
Office expense	41,805	2,816	56,130	10,470
Shareholder and investor information	4,550	142	11,346	2,758
General prospecting	-	280	-	18,464
Transfer agent and filing fees	5,208	1,180	21,621	14,161
Interest income	(52,646)	(307)	(65,334)	(567)
Foreign exchange gain	(115,671)	393	(189,377)	335
	40,879	20,414	123,337	95,920
<b>Earnings (loss) before minority interest</b>	1,124,081	47,921	1,660,821	(27,585)
<b>Minority interest</b>	106,992	-	152,429	-
<b>Net earnings (loss) for the period</b>	1,017,089	47,921	1,508,392	(27,585)
<b>Deficit - Beginning of period</b>	(2,555,196)	(3,059,670)	(3,046,499)	(2,984,164)
<b>Deficit - End period</b>	(1,538,107)	(3,011,749)	(1,538,107)	(3,011,749)
<b>Weighted average number of shares outstanding</b>	57,220,139	4,139,055	35,863,905	5,623,819
<b>Earnings (loss) per share</b>				
Basic	0.0177	0.01	0.0420	-
Diluted	0.0120	0.01	0.0147	-

# Amerigo Resources Ltd.

## Consolidated Statement of Cash Flows

(expressed in U.S. dollars)

	<b>Three months ended November 30,</b>		<b>Nine months ended November,</b>	
	<b>2003</b>	<b>2002</b>	<b>2003</b>	<b>2002</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
<b>Cash flows from operating activities</b>				
Net earnings (loss) for the period	1,017,089	47,921	1,508,392	(27,585)
Items not affecting cash – Depreciation and amortization	166,469	-	315,827	-
	1,183,558	47,921	1,824,219	(27,585)
Changes in non-cash working capital - net of effects of acquisition of subsidiary				
Accounts receivable	(160,131)	22,636	(905,853)	(572)
Share subscriptions received in advance	-	-	-	(57,501)
Prepaid expenses	34,399	(2,200)	6,958	(2,198)
Plant, supplies and inventory	341,247	-	(296,838)	-
Accounts payable	(1,864,992)	(5,801)	(448,381)	(36,299)
Due to related parties	-	-	-	-
<b>Net cash used in operating activities</b>	<b>(465,919)</b>	<b>62,556</b>	<b>180,105</b>	<b>(124,155)</b>
<b>Cash flows from investing activities</b>				
Acquisition of subsidiary - net of \$31,083 cash acquired	-	-	(428,770)	-
Purchase of mineral property, plant and equipment	(73,547)	(100,875)	(148,162)	(112,577)
<b>Net cash used in investing activities</b>	<b>(73,547)</b>	<b>(100,875)</b>	<b>(576,932)</b>	<b>(112,577)</b>
<b>Cash flows from financing activities</b>				
Repayment of Enami loan	(464,984)	-	(557,841)	-
Repayment of former owner loans	-	-	(16,600,000)	-
Deferred charges	-	-	(37,500)	-
Issuance of shares for cash - net of share issue costs	748,105	24,597	20,610,826	353,709
El Teniente Royalty	320,070	-	320,070	-
Other payables	142,607	-	193,939	-
<b>Net cash provided by financing activities</b>	<b>745,798</b>	<b>24,597</b>	<b>3,929,494</b>	<b>353,709</b>
<b>Cumulative translation adjustment</b>	<b>161,990</b>	<b>(6,570)</b>	<b>(279,806)</b>	<b>3,331</b>
<b>Net increase in cash and cash equivalents</b>	<b>368,322</b>	<b>(20,292)</b>	<b>3,252,861</b>	<b>120,308</b>
<b>Cash and cash equivalents - Beginning of period</b>	<b>2,976,193</b>	<b>143,084</b>	<b>91,654</b>	<b>2,483</b>
<b>Cash and cash equivalents - End of period</b>	<b>3,344,515</b>	<b>122,792</b>	<b>3,344,515</b>	<b>122,792</b>
<b>Non-cash transactions</b>				
Issuance of shares for mineral properties	-	-	8,783	-
Mineral properties for minority interest	-	-	1,000	-
Note payable on acquisition	-	-	1,854,589	-

# Amerigo Resources Ltd.

Notes to Consolidated Financial Statements

November 30, 2003

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## 1 Acquisition of Minera Valle Central S.A.

On July 3, 2003, the company executed an agreement to acquire all of the issued and outstanding shares of Minera Valle Central S.A. (MVC). MVC is a Chilean copper producer and has a contract with Chile's state owned copper producer Corporacion Nacional del Cobre de Chile (Codelco) through 2021 to process the tailings from the El Teniente mine in Chile.

Consideration for this acquisition was \$1,854,589 and the assumption of loans of \$18,145,411 due to former shareholders, of which \$16,600,000 was repaid at the time of the acquisition. The remaining loan balance of \$1,545,411 together with the acquisition price, totalling \$3,400,000 will be paid in cash or shares of the company, in three years if the average copper price is over \$0.82 per pound. Payment in cash or shares of the Company (at a price based on the then current market price) is at the option of the company. However, if the company elects to pay in shares, the vendor has the right to either receive the payment in shares or receive payment in cash within two years counted from the end of the three-year period plus interest at an annual rate of 5%. If the copper price is below \$0.82 per pound, the payment period will be extended to five years. Payment will be made in cash only plus interest at an annual rate of 5%.

This acquisition has been accounted for using the purchase method and results of operations have been consolidated since the date of acquisition. The following table summarizes the purchase price allocation based on preliminary estimates of the fair values of the assets acquired and liabilities assumed; appraisals and valuations are being conducted and final allocation will be made upon completion.

	\$
<b>Net assets acquired</b>	
Cash	31,083
Accounts receivable	476,173
Inventory	547,839
Other assets	248,530
Property, plant and equipment	14,080,035
Future income tax assets	2,259,547
Contractual right	<u>8,548,250</u>
Total assets	26,191,457
<b>Liabilities assumed</b>	
Loan from former shareholders	(18,145,411)
Enami loan	(2,453,222)
Accounts payable	(1,314,703)
Accrued liabilities	(784,678)
Future income tax liabilities	<u>(1,063,815)</u>
Total liabilities	23,761,829
Net assets	<u><u>2,429,628</u></u>



# Amerigo Resources Ltd.

Notes to Consolidated Financial Statements

November 30, 2003

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	\$
<b>Consideration</b>	
Note payable issued to vendor	1,854,589
Acquisition costs	
Legal and other related costs	372,414
Stamp duties	<u>202,625</u>
	<u>2,429,628</u>

## 2 Enami loan

MVC has entered into a series of agreements with the Chilean state owned company, Empresa Nacional de Minería (Enami).

Under the terms of the agreements, Enami lent money to MVC for working capital purposes in 1998, 2001 and 2002. These loans accrue interest at an annual rate of prime as set by the Chilean Central Bank plus 2%. As at November 30, 2003, the interest rate was approximately 6%.

These loans are collateralized with assets of MVC with a value of approximately \$1,600,000.

The repayment of the principal and interest on these loans is based on production and copper prices, as follows:

- For the 1998 loan - if the copper price is above \$0.82 per pound, the company is required to repay to Enami 100% of the excess price over \$0.82.
- For the 2001 and 2002 loans - If the copper price is above \$0.75 per pound, the company is required to repay to Enami 50% of the excess price over \$0.75 and if the copper price is above \$0.82 per pound, the company is required to repay to Enami 100% of the excess price over \$0.82.

Based on prevailing copper prices during the period September 1 to November 30, 2003, the 2001 loan was repaid in full in the quarter ended November 30, 2003. Other portions of the outstanding loans may be repaid within the upcoming year; however, as there is no minimum payment, the loans have been classified as non-current.

## 3 Other payables

Other payables include \$152,429 payable to related parties for a royalty dividend based on copper produced during the period from July 4, 2003 to November 30, 2003.