Amerigo Resources Ltd.
Management's Discussion and Analysis
For the Three Months Ended March 31, 2024

This Management's Discussion & Analysis ("MD&A") has the following sections:

THIS DOCUMENT CONTAINS FORWARD-LOOKING STATEMENTS. REFER TO THE CAUTIONARY LANGUAGE UNDER THE HEADING "CAUTIONARY STATEMENTS ON FORWARD-LOOKING INFORMATION" (PAGE 21).

AMOUNTS REPORTED IN U.S. DOLLARS, EXCEPT WHERE INDICATED OTHERWISE.

ABOUT AMERIGO

Amerigo Resources Ltd. ("Amerigo") owns a 100% interest in Minera Valle Central S.A. ("MVC"), a producer of copper and molybdenum concentrates. MVC, located in Chile, has a long-term contract with Codelco's DET to process fresh and historic tailings from El Teniente. El Teniente, in production since 1905, is the world's largest underground copper mine. Refer to Agreements with Codelco's DET (page 17).

MVC currently operates under a tolling agreement with DET, and DET retains title to the copper concentrates produced by MVC. MVC earns copper tolling revenue, calculated as the gross value of copper produced at applicable market prices net of notional items, which include treatment and refining charges, DET copper royalties and transportation costs.

Molybdenum concentrates produced at MVC are sold under a sales agreement with Chile's Molibdenos y Metales S.A. ("Molymet").

Amerigo's shares are listed for trading on the Toronto Stock Exchange ("TSX") and traded in the United States on the OTCQX.

PURPOSE OF MD&A AND IDENTIFICATION OF NON-IFRS MEASURES

This MD&A of the results of operations and financial position of Amerigo and its subsidiaries (collectively, the "Company") is prepared as of May 6, 2024.

It should be read in conjunction with Amerigo's condensed interim consolidated financial statements and related notes for the three months ended March 31, 2024, and the audited consolidated financial statements and related notes for the year ended December 31, 2023, which are on file with the Canadian securities regulatory authorities and on SEDAR+ at www.sedarplus.ca.

Amerigo's interim financial statements are reported in accordance with International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards") as applicable to interim financial reporting, including IAS 34, Interim Financial Reporting. The financial data in this MD&A is derived from Amerigo's financial statements, except non-IFRS measures indicated as such.

Our objective in preparing this MD&A is to help the reader understand the factors affecting the Company's current and future financial performance.

Non-IFRS Measures

In this MD&A, we refer to the terms "cash cost", "total cost", and "all-in-sustaining cost" ("AISC"), which are performance measures commonly used in the mining industry that are not defined under IFRS Accounting Standards. Cash cost is the aggregate of notional smelting and refining charges, tolling/production costs net of inventory adjustments and administration costs, net of by-product credits. Cash cost per pound produced is based on pounds of copper produced and is calculated by dividing cash cost by the number of pounds of copper produced. Total cost equals the aggregate of cash cost, DET notional copper royalties, DET molybdenum royalties, and depreciation. AISC is the aggregate of total cost, sustaining capital expenditures, and general and administrative expenses. A tabular reconciliation of cash, total cost, and AISC to tolling and production costs is available on page 13.

Another non-IFRS measure the Company uses is "operating cash flow before changes in non-cash working capital". This is calculated by adding or subtracting changes in non-cash working capital to or from cash provided by (used in) operating activities. A tabular reconciliation of cash from operating activities and operating cash flow before changes in non-cash working capital in Q1-2024 and Q1-2023 is available on page 7.

Free cash flow to equity ("FCFE") refers to operating cash flow before changes in non-cash working capital, less capital expenditures plus new debt issued, less debt and lease repayments. FCFE represents the amount of cash generated by the Company in a reporting period that can be used to pay for the following:

a) potential distributions to the Company's shareholders and
b) any additional taxes triggered by the repatriation of funds from Chile to Canada to fund these distributions.

Free cash flow ("FCF") refers to FCFE plus repayments of borrowings and lease repayments. A tabular reconciliation of operating cash flow before changes in non-cash working capital to FCFE and FCF in Q1-2024 and Q1-2023 is available on page 7.

These non-IFRS performance measures are included in this MD&A because they provide key performance measures used by management to monitor operating performance, assess corporate performance, and plan and assess the overall effectiveness and efficiency of Amerigo's operations. These performance measures are not standardized financial measures under IFRS Accounting Standards and, therefore, amounts presented may not be comparable to similar financial measures disclosed by other issuers. These performance measures should not be considered in isolation as a substitute for performance measures in accordance with IFRS Accounting Standards.

QUARTERLY HEADLINES

Key performance metrics	Q1-2024	Q1-2023	Change $	Change %
Copper produced (million pounds) [1]	16.0	16.5	(0.5)	(3%)
Copper delivered (million pounds) [1]	16.0	16.5	(0.5)	(3%)
Revenue ($ thousands) [2]	44,921	52,648	(7,727)	(15%)
DET notional copper royalties ($ thousands)	16,680	18,438	(1,758)	(10%)
Tolling and production costs ($ thousands)	37,116	39,170	(2,054)	(5%)
Gross profit ($ thousands)	7,805	13,478	(5,673)	(42%)
Net income ($ thousands)	4,272	9,085	(4,813)	(53%)
Earnings per share	0.03	0.05	(0.02)	(40%)
Earnings per share (Cdn$) [3]	0.03	0.07	(0.04)	(57%)
Operating cash flow before changes in working capital ($ thousands) [4]	10,189	13,192	(3,003)	(23%)
Free cash flow to equity [5]	7,310	8,621	(1,311)	(15%)
Cash flow paid for plant and equipment ($ thousands)	(1,129)	(4,383)	3,254	(74%)
Cash and cash equivalents ($ thousands)	13,801	43,923	(30,122)	(69%)
Borrowings ($ thousands) [6]	19,017	24,266	(5,249)	(22%)
MVC's copper price ($/lb) [7]	3.95	4.02	(0.07)	(2%)
MVC's molybdenum price ($lb) [8]	19.67	31.73	(12.06)	(38%)

Notes:

1 Copper production conducted under a tolling agreement with DET.

2 Revenue reported net of notional items (smelting and refining charges, DET notional copper royalties and transportation costs).

3 Earnings per share in Canadian dollars ("Cdn") was calculated by converting the net income to Cdn using the average USD-Cdn foreign exchange rate during the period of 1 USD:1.3488 Cdn (Q1-2023: 1 USD:1.3517 Cdn)

4 A non-IFRS measure. Refer to page 7 for the reconciliation of operating cash flow before non-cash working capital and net cash from operating activities.

5 A non-IFRS measure. Refer to page 7 for the reconciliation of operating cash flow before non-cash working capital and free cash flow to equity.

6 On March 31, 2024, comprised of short and long-term portions of $8.5 and $10.5 million, respectively.

7 MVC's copper price is the average notional copper price for the period, before smelting and refining, DET notional copper royalties, transportation costs and settlement adjustments to prior period sales.

8 MVC's molybdenum price is the average realized molybdenum price in the period, before roasting charges and settlement adjustments to prior period sales.

Highlights and Significant Events

- In Q1-2024, Amerigo's operations at MVC outperformed copper production and cash cost guidance (a non-IFRS measure, page 12) by 2% and 9%, respectively. Copper production in Q1-2024 was 16.0 million pounds ("M lbs") (Q1-2023: 16.5 M lbs), including 8.5 M lbs from fresh tailings (Q1-2023: 10.1 M lbs) and 7.5 M lbs from Cauquenes historical tailings (Q1-2023: 6.4 M lbs). Molybdenum production in Q1-2024 and Q1-2023 was 0.3 million pounds.

- Both copper and molybdenum prices were lower in Q1-2024 compared to Q1-2023, which had a negative impact on Q1-2024 revenue. The Company's Q1-2024 average copper price was $3.95 per pound ("/lb") compared to $4.02/lb in Q1-2023, and the Company's molybdenum price was $19.67/lb in Q1-2024, compared to $31.73/lb in Q1-2023.

- Net income during Q1-2024 was $4.3 million (Q1-2023: $9.1 million) due to lower copper and molybdenum revenue and lower unrealized foreign exchange gains, offset by lower tolling and production costs and lower taxes.

- Earnings per share ("EPS") during Q1-2024 was $0.03 (Cdn$0.03), compared to $0.05 (Cdn$0.07) in Q1-2023.

- The Company generated operating cash flow before changes in non-cash working capital (a non-IFRS measure, page 7) of $10.2 million in Q1-2024 (Q1-2023: $13.2 million). Quarterly net operating cash flow was $4.5 million (Q1-2023: $18.2 million). Free cash flow to equity (a non-IFRS measure, page 7) was $7.3 million in Q1-2024 (Q1-2023: $8.6 million), given significantly lower capital expenditures ("Capex") in Q1-2024.

- Q1-2024 cash cost (a non-IFRS measure, page 12) was $1.96/lb (Q1-2023: $1.91/lb) including $0.07/lb paid to MVC's supervisors as the signing bonus of a 3-year collective labor agreement. Normalized cash cost (a non-IFRS measure), excluding the effect of the signing bonus, was $1.89/lb.

- Q1-2024 total cost (a non-IFRS measure, page 12) was $3.43/lb (Q1-2023: $3.44/lb) following a $0.12/lb decrease in DET notional royalties from lower metal prices, a $0.06/lb increase in depreciation and a $0.05/lb increase in cash cost.

- Q1-2024 AISC (a non-IFRS measure, page 12) decreased to $3.57/lb (Q1-2023: $3.79/lb) due to a $0.21/lb decrease in sustaining capital and a $0.01/lb decrease in total cost.

- The Company's financial performance is sensitive to changes in copper prices. MVC's Q1-2024 provisional copper price was $3.97/lb. The final prices for January, February, and March 2024 sales will be the average London Metal Exchange ("LME") prices for April ($4.30/lb), May, and June 2024, respectively. A 10% increase or decrease from the $3.97/lb provisional price used on March 31, 2024, would result in a $6.3 million change in revenue in Q2-2024 regarding Q1-2024 production.

- In Q1-2024, Amerigo returned $3.7 million to shareholders through Amerigo's regular quarterly dividend of Cdn$0.03 per share (Q1-2023: $3.6 million). In Q1-2023, $1.9 million was used to repurchase 1.6 million common shares through a Normal Course Issuer Bid ("NCIB").

- On March 31, 2024, the Company held cash and cash equivalents of $13.8 million (December 31, 2023: $16.2 million), restricted cash of $6.2 million (December 31, 2023: $6.3 million), and its working capital deficiency was $4.2 million, down from a working capital deficiency of $12.3 million on December 31, 2023.

- Refer to Cautionary Statements on Forward-Looking Information (page 21).

SUMMARY OF FINANCIAL RESULTS Q1-2024 TO Q1-2023

	Q1-2024 $	Q4-2023 $	Q3-2023 $	Q2-2023 $	Q1-2023 $
Copper production, million pounds [1]	15.997	16.369	11.118	13.631	16.517
Copper deliveries, million pounds [1]	15.961	16.080	10.977	13.669	16.490
MVC's copper price ($/lb)	3.95	3.82	3.76	3.80	4.02
Financial results ($ thousands)					
Revenue					
Gross value of copper tolled on behalf of DET	61,285	59,521	41,558	52,809	66,798
Notional items deducted:					
DET royalties - copper	(16,680)	(15,775)	(10,633)	(13,997)	(18,438)
Smelting and refining	(6,237)	(6,432)	(4,473)	(5,697)	(6,661)
Transportation	(403)	(415)	(295)	(417)	(464)
Revenue net of notional items	37,965	36,899	26,157	32,698	41,235
Adjustments to fair value of settlement receivables	1,502	1,674	(408)	(3,521)	3,374
Copper tolling revenue	39,467	38,573	25,749	29,177	44,609
Molybdenum and other revenue	5,454	3,874	4,580	2,859	8,039
	44,921	42,447	30,329	32,036	52,648
Tolling and production costs					
Tolling and production costs	(29,082)	(28,738)	(24,949)	(27,663)	(30,693)
Depreciation and amortization	(5,773)	(5,238)	(5,192)	(5,028)	(4,986)
Administration	(1,229)	(1,447)	(1,349)	(1,643)	(1,685)
DET royalties - molybdenum	(1,032)	(1,018)	(863)	(1,007)	(1,806)
	(37,116)	(36,441)	(32,353)	(35,341)	(39,170)
Gross profit (loss)	7,805	6,006	(2,024)	(3,305)	13,478
Derivative to related parties including changes in fair value	12	(887)	23	301	(255)
Salaries, management and professional fees	(697)	(822)	(420)	(460)	(661)
Office and general expenses	(324)	(591)	(271)	(279)	(397)
Share-based payment compensation	(279)	(292)	(290)	(293)	(271)
	(1,300)	(1,705)	(981)	(1,032)	(1,329)
Foreign exchange gain (loss)	6	2,722	(2,161)	806	1,527
Environmental compliance plan costs	-	-	(1,066)	-	-
Writedown of obsolete equipment and supplies	-	(328)	-	-	-
Other (losses) gains	(47)	(74)	(65)	(43)	21
	(41)	2,320	(3,292)	763	1,548
	(1,329)	(272)	(4,250)	32	(36)
Operating profit (loss)	6,476	5,734	(6,274)	(3,273)	13,442
Finance expense	(503)	(664)	(1,043)	(359)	(827)
Income (loss) before income tax	5,973	5,070	(7,317)	(3,632)	12,615
Income tax (expense) recovery	(1,701)	(1,187)	1,524	(161)	(3,530)
Net income (loss)	4,272	3,883	(5,793)	(3,793)	9,085
Earnings (loss) per share - basic	0.03	0.02	(0.04)	(0.02)	0.05
Earnings (loss) per share - diluted	0.03	0.02	(0.04)	(0.02)	0.05
Earnings (loss) per share Cdn$ - basic	0.03	0.03	(0.05)	(0.03)	0.07
Earnings (loss) per share Cdn$ - diluted	0.03	0.03	(0.05)	(0.03)	0.07
Unit tolling and production costs	2.33	2.27	2.95	2.59	2.38
Cash cost ($/lb) [2]	1.96	2.06	2.44	2.37	1.91
Total cost ($/lb) [2]	3.43	3.41	3.94	3.84	3.44
AISC ($/lb) [2]	3.57	3.61	4.46	4.44	3.79
Uses and sources of cash ($thousands)					
Operating cash flow before non-cash working capital changes [2]	10,189	8,815	2,617	(2,303)	13,192
Net cash from (used in) operating activities	4,535	9,032	(7,455)	504	18,200
Cash used in investing activities	(1,129)	(2,511)	(5,203)	(4,791)	(4,383)
Cash used in financing activities	(5,263)	(3,384)	(5,771)	(8,041)	(7,717)
Ending cash and cash equivalents	13,801	16,248	13,131	31,675	43,923
Ending restricted cash	6,214	6,282	6,305	4,201	4,256

Notes:

[1] Includes production from fresh tailings and Cauquenes tailings.

[2] Operating cash flow before non-cash working capital changes, cash, total, and All-in-sustaining cost ("AISC") are non-IFRS measures. Refer to page 7 for the reconciliation of operating cash flow before non-cash working capital and net cash provided by operating activities and page 13 for the reconciliation of cash, total, and AISC to tolling and production costs.

A discussion on key quarterly variances for revenue and tolling and production costs can be found on page 15.

Below is a reconciliation of operating cash flow before non-cash working capital and net cash provided by operating activities, and free cash flow and free cash flow to equity for the periods presented in this MD&A:

(Expressed in thousands)	Q1-2024 $	Q1-2023 $
Net cash provided by operating activities	4,535	18,200
Add (deduct):		
Changes in non-cash working capital	5,654	(5,008)
Operating cash flow before non-cash working capital	**10,189**	**13,192**

(Expressed in thousands)	Q1-2024 $	Q1-2023 $
Operating cash flow before changes in non-cash working capital	10,189	13,192
Deduct:		
Cash used to purchase plant and equipment	(1,129)	(4,383)
Repayment of borrowings, net of new debt issued	(1,750)	-
Lease repayments	-	(188)
Free cash flow to equity	**7,310**	**8,621**
Add:		
Repayment of borrowings, net of new debt issued	1,750	-
Lease repayments	-	188
Free cash flow	**9,060**	**8,809**

OPERATING RESULTS

Copper production in Q1-2024 was 16.0 M lbs (Q1-2023: 16.5 M lbs), and copper deliveries were 16.0 M lbs (Q1-2023: 16.5 M lbs).

Concerning fresh tailings, MVC's Q1-2024 copper production was 8.5 M lbs (Q1-2023: 10.1 M lbs), representing 53% of copper production (Q1-2023: 61%).

Copper production from Cauquenes in Q1-2024 was 7.5 million pounds (Q1-2023: 6.4 million pounds).

MVC's average plant availability during Q1-2024 was 97.7% (Q1-2023: 98.6%).

On March 31, 2024, MVC's water reserves were over 10.0 million cubic meters. These reserves remain sufficient to maintain projected Cauquenes processing rates for at least eighteen months, our maximum forecast horizon.

Molybdenum production during Q1-2024 was 0.3 million pounds (Q1-2023: 0.3 million pounds).

Additional information on the production results for Q1-2024 and Q1-2023 is included below:

PRODUCTION	Q1-2024	Q1-2023
FRESH TAILINGS		
Tonnes per day	116,246	136,972
Operating days	90	90
Tonnes processed	10,514,765	12,271,358
Copper grade (%)	0.177%	0.170%
Copper recovery	20.8%	22.1%
Copper produced (M lbs)	8.55	10.14
CAUQUENES TAILINGS		
Tonnes per day	49,289	38,284
Operating days	90	89
Tonnes processed	4,422,148	3,399,159
Copper grade (%)	0.251%	0.255%
Copper recovery	30.5%	33.3%
Copper produced (M lbs)	7.45	6.38
COPPER		
Total copper produced (M lbs)	16.00	16.52

2024 Production and Cash Cost Outlook Update

The Company is on track to meet its annual production guidance of 62.4 M lbs of copper and 1.2 M lbs of molybdenum. In Q1-2024, copper production was 2% over guidance, and molybdenum production was aligned with guidance.

The Company's 2024 guidance for annual normalized cash cost (a non-IFRS measure) was $2.08/lb. In Q1-2024, the Company's normalized cash cost (a non-IFRS measure) was $1.89/lb, 9% lower than expected, predominantly due to lower other direct and grinding media costs.

In 2024, MVC is expected to incur $5.7 million in Capex on projects (Q1-2024: $1.0 million) and $3.7 million on sustaining Capex associated with the annual plant maintenance shutdown and strategic spares (Q1-2024: $nil). In May 2024, two additional production optimization Capex projects were approved to be initiated in 2024. The Capex of these projects in 2024 is expected to be $2.3 million.

Concerning financial obligations, MVC expects to make two scheduled semi-annual bank debt repayments of $3.5 million plus interest (in June and December 2024). MVC will also repay $1.0 million of the $2.0 million drawn from its working capital line of credit in 2023. No further draws from the line of credit are expected to occur in 2024, and bank debt at year-end 2024 is expected to be $11.5 million.

FINANCIAL RESULTS – Q1-2024

Net income in Q1-2024 was $4.3 million with $0.03 in basic and diluted EPS (Cdn$0.03 in both cases) (Q1-2023: net income of $9.1 million with a $0.05 basic and diluted EPS (Cdn$0.07 in both cases), primarily due to lower revenue and unrealized foreign exchange gains.

Revenue

Revenue in Q1-2024 was $44.9 million (Q1-2023: $52.6 million).

(Expressed in thousands)	Q1-2024 $	Q1-2023 $
Average LME copper price per pound	3.95	4.05
Gross value of copper tolled on behalf of DET	61,285	66,798
Notional items deducted:		
DET royalties - copper	(16,680)	(18,438)
Smelting and refining	(6,237)	(6,661)
Transportation	(403)	(464)
Revenue from copper tolling contracts with customers net of notional items	37,965	41,235
Adjustments to fair value of settlement receivables[1]	1,502	3,374
Copper tolling revenue	39,467	44,609
Revenue from molybdenum contracts with customers	5,198	7,847
Adjustments to fair value of settlement receivables	256	192
Molybdenum revenue	5,454	8,039
	44,921	52,648
MVC's copper price ($/lb)[2]	3.95	4.02
MVC's molybdenum price ($/lb)	19.67	31.73

Notes:

1. In Q1-2024, of the $1.5 million in adjustments to fair value of settlement receivables, $1.7 million in positive adjustments are final adjustments in respect of Q4-2023 sales, and $0.2 million in negative adjustments are provisional adjustments in respect of Q1-2024 sales (Q1-2023: $3.8 million of positive final adjustments in respect of Q4-2022 sales, and $0.4 million in provisional negative adjustments in respect of Q1-2023 sales).

2. MVC's copper price is the gross copper selling price after considering the same quarter sales settlement adjustments. Therefore, this amount can vary from the average LME copper price per pound.

MVC produces copper concentrates under a tolling agreement with DET. DET retains title to the copper concentrates produced by MVC, and MVC earns tolling revenue, calculated as the gross value of copper produced at applicable market prices, plus or minus adjustments to the fair value of settlement receivables, net of notional items (DET copper royalties, treatment and refining charges and transportation costs).

Copper revenue is billed weekly based on the tolling activity of the preceding week, which is measured by the production of copper concentrates. Additional billings are done monthly based on the tolling activity for the entire month, less weekly billings, and to bill for pricing term differences, as disclosed in the following paragraphs.

MVC's compensation is determined in accordance with annual industry benchmarks for pricing terms and smelting and refining charges.

On March 31, 2024, MVC used a provisional copper price of $3.97/lb. The final prices for January, February, and March 2024 sales will be the average LME prices for April, May, and June 2024, respectively. A 10% increase or decrease from the $3.97/lb provisional price used on March 31, 2024, would result in a $6.3 million change in revenue in Q2-2024 regarding Q1-2024 production.

DET royalties on copper production are a notional item deducted from MVC's gross value of copper produced. In Q1-2024, DET notional copper royalties were $16.7 million (Q1-2023: $18.4 million) due to lower copper prices and a lower value of copper tolled.

We disclose the terms for DET notional copper royalties and molybdenum royalties under Agreements with Codelco's DET (page 17).

Molybdenum produced by MVC is sold under a written sales agreement with Molymet. Revenue is billed monthly based on the amount of concentrates delivered during the preceding month. Molymet can elect different pricing terms monthly. In Q1-2024, pricing terms were M+4 regarding the average Platt's molybdenum dealer oxide price of the month of sale.

In Q1-2024, MVC's molybdenum sales price was $19.67/lb (Q1-2023: $31.73/lb).

Tolling and Production Costs

(Expressed in thousands)	Q1-2024 $	Q1-2023 $
Direct tolling and production costs		
Power costs	8,527	9,328
Direct labour	3,518	3,658
Lime costs	2,318	1,915
Grinding media	2,258	2,457
Other direct tolling / production costs	12,461	13,335
	29,082	30,693
Depreciation and amortization	5,773	4,986
Administration	1,229	1,685
DET royalties - molybdenum	1,032	1,806
Tolling and production costs	37,116	39,170
Unit tolling and production costs ($/lb delivered)	2.33	2.38

During Q1-2024, power costs decreased by $0.8 million or 9% compared to Q1-2023. Power costs in Q1-2024 were $0.1001/kWh (Q1-2023: $0.1086/kWh) due to lower power consumption and lower pass-through charges in the current quarter.

Direct labour decreased by $0.1 million during Q1-2024. This was partly due to a 17% weaker Chilean peso in Q1 2024, offset by a $1.1 million signing bonus paid to the supervisors' union during the quarter.

Grinding media decreased by $0.2 million due to lower consumption and input costs.

Lime costs increased by $0.4 million due to higher lime consumption associated with higher processing of Cauquenes tailings in Q1-2024 and increased lime costs.

In aggregate, other direct tolling costs decreased by $0.9 million in Q1-2024 due to a decrease in the following costs: $0.4 million in molybdenum production costs, $0.4 million in industrial water, $0.2 million in maintenance, $0.2 million in historic tailings extraction, $0.1 million in process control, environmental and safety, and $0.1 million in subcontractors, offset by a $0.4 increase in inventory adjustments.

(Expressed in thousands)	Q1-2024	Q1-2023
Other direct tolling costs		
Maintenance, excluding labour	2,871	3,052
Historic tailings extraction	2,127	2,329
Molybdenum production costs	1,977	2,415
Copper reagents	1,937	1,709
Process control, environmental and safety	1,080	1,192
Subcontractors, support services	974	1,056
Industrial water	973	1,311
Filtration and all other direct tolling costs	353	437
Inventory adjustments	169	(166)
	12,461	13,335

($/lb Cu)	Q1-2024	Q1-2023
Other direct tolling costs		
Maintenance, excluding labour	0.18	0.18
Historic tailings extraction	0.13	0.14
Molybdenum production costs	0.13	0.15
Copper reagents	0.12	0.10
Process control, environmental and safety	0.07	0.07
Subcontractors, support services	0.06	0.07
Industrial water	0.06	0.08
Filtration and all other direct tolling costs	0.02	0.03
Inventory adjustments	0.01	(0.01)
	0.78	0.81

Depreciation and amortization in Q1-2024 were $5.8 million (Q1-2023: $4.9 million).

Administration expenses during Q1-2024 were $1.2 million (Q1-2023: $1.7 million), partly due to a 17% weaker Chilean peso in Q1-2024.

Due to lower molybdenum prices, DET royalties for molybdenum in Q1-2024 decreased to $1.0 million (Q1-2023: $1.8 million).

Other Expenses and Gains

- Other losses of $nil (Q1-2023: gains of $1.5 million). In Q1-2023, other gains comprised a foreign exchange gain of $1.5 million.

- General and administration expenses of $1.3 million (Q1-2023: $1.3 million) included salaries, management and professional fees of $0.7 million (Q1-2023: $0.7 million), office and general expenses of $0.3 million (Q1-2023: $0.4 million) and share-based payments of $0.3 million (Q1-2023: $0.3 million).

- An expense of $nil associated with the related party derivative liability fair value adjustment (Q1-2023: $0.3 million expense) included a $0.3 million decrease in the derivative liability (Q1-2023: $nil) offset by actual amounts paid or accrued to a related party of $0.3 million (Q1-2023: $0.3 million).

- The Company’s finance expense in Q1-2024 was $0.5 million (Q1-2023: expense of $0.8 million), which included interest on loans, leases, and bank charges of $0.6 million (Q1-2023: $0.7 million) and positive fair value changes on interest rate swaps ("IRS") of $0.1 million (Q1-2023: negative fair value changes of $0.1 million).

- Income tax expense in Q1-2024 was $1.7 million, with a current tax expense of $3.1 million offset by a deferred income tax recovery of $1.4 million. In Q1-2023, the Company posted an income tax expense of $3.5 million.

Deferred income tax recovery or expense results from the changes to deferred income tax liabilities, arising predominantly from the differences between the book and tax values of MVC's property, plant and equipment. Deferred tax liabilities do not represent income tax payable.

Cash Cost, Total Cost, and AISC

Cash cost and total cost are non-IFRS measures prepared on a basis consistent with the industry standard Brook Hunt definitions. AISC is an extension of total cost and is also a non-IFRS measure.

For the Company, these non-IFRS performance measures provide key performance measures used by management to monitor operating performance, assess corporate performance, and plan and assess the overall effectiveness and efficiency of Amerigo's operations. These performance measures are commonly used in the mining industry and are not defined under IFRS Accounting Standards. Cash cost is the aggregate of smelting and refining charges, tolling/production costs net of inventory adjustments and administration costs, net of by-product credits. Total cost includes cash cost, DET notional royalties and depreciation and amortization. AISC includes sustaining Capex and corporate general and administrative expenses.

As these performance measures are not standardized financial measures under IFRS Accounting Standards, the amounts presented may not be comparable to similar financial measures disclosed by other mining companies. These performance measures should not be considered in isolation as a substitute for performance measures in accordance with IFRS Accounting Standards.

A reconciliation of tolling and production costs to cash cost, total cost, and AISC in Q1-2024 and Q1-2023 is presented below:

(Expressed in thousands)	Q1-2024 $	Q1-2023 $
Tolling and production costs	37,116	39,170
Add (deduct):		
DET notional royalties - copper	16,680	18,438
Smelting and refining charges	6,237	6,661
Transportation costs	403	464
Inventory adjustments	(169)	166
By-product credits	(5,454)	(8,039)
Total cost	54,813	56,860
Sustaining Capex	1,027	4,442
General and administrative costs	1,300	1,329
All-in sustaining cost	57,140	62,631
Deduct:		
Sustaining Capex	(1,027)	(4,442)
General and administrative costs	(1,300)	(1,329)
DET notional royalties - copper	(16,680)	(18,438)
DET royalties - molybdenum	(1,032)	(1,806)
	(20,039)	(26,015)
Depreciation and amortization	(5,773)	(4,986)
Cash cost	31,328	31,630
Pounds of copper tolled (fresh and Cauquenes)	16.00	16.52
Cash cost ($/lb)	**1.96**	**1.91**
Total cost ($/lb)	**3.43**	**3.44**
AISC ($/lb)	**3.57**	**3.79**

The Company’s trailing quarterly cash costs ($/lb of copper produced) were:

($/lb of copper produced)	Q1-2024	Q4-2023	Q3-2023	Q2-2023	Q1-2023
Power costs	0.53	0.52	0.71	0.58	0.56
Smelting & refining	0.39	0.39	0.40	0.42	0.40
Grinding media	0.14	0.16	0.19	0.17	0.15
Lime	0.14	0.13	0.09	0.09	0.12
Administration	0.08	0.09	0.12	0.12	0.10
Transportation	0.03	0.03	0.03	0.03	0.03
Other direct costs	0.99	0.98	1.31	1.17	1.04
By-product credits	(0.34)	(0.24)	(0.41)	(0.21)	(0.49)
Cash Cost	**$1.96**	**$2.06**	**$2.44**	**$2.37**	**$1.91**

The Company’s trailing quarterly total costs ($/lb of copper produced) were:

($/lb of copper produced)	Q1-2024	Q4-2023	Q3-2023	Q2-2023	Q1-2023
Cash cost	1.96	2.06	2.44	2.37	1.91
DET notional royalites/royalties	1.11	1.03	1.03	1.10	1.23
Amortization/depreciation	0.36	0.32	0.47	0.37	0.30
Total Cost	**$3.43**	**$3.41**	**$3.94**	**$3.84**	**$3.44**

Total cost in Q1-2024 was $3.43/lb (Q1-2023: $3.44/lb), a decrease of $0.01/lb from Q1-2023 due to a $0.13/lb decrease in DET notional royalties and royalties from lower metal prices and lower production offset by a $0.06/lb increase in depreciation and a $0.05/lb increase in cash cost.

The Company’s trailing quarterly AISC ($/lb of copper produced) were:

($/lb of copper produced)	Q1-2024	Q4-2023	Q3-2023	Q2-2023	Q1-2023
Total cost	3.43	3.41	3.94	3.84	3.44
Sustaining Capex	0.06	0.10	0.42	0.53	0.27
Corporate G&A expenses	0.08	0.10	0.10	0.07	0.08
AISC	**$3.57**	**$3.61**	**$4.46**	**$4.44**	**$3.79**

COMPARATIVE PERIODS

Amerigo’s quarterly financial statements are reported under IFRS Accounting Standards, which apply to interim financial reporting.

The following tables provide highlights from Amerigo’s financial statements of quarterly results for the past eight quarters.

	Q1-2024 $	Q4-2023 $	Q3-2023 $	Q2-2023 $
Total revenue (thousands)	44,921	42,447	30,329	32,036
Net income (loss) (thousands)	4,272	3,883	(5,793)	(3,793)
EPS (LPS)	0.03	0.02	(0.04)	(0.02)
Diluted EPS (LPS)	0.03	0.02	(0.04)	(0.02)

	Q1-2023 $	Q4-2022 $	Q3-2022 $	Q2-2022 $
Total revenue (thousands)	52,648	49,845	30,858	33,584
Net income (loss) (thousands)	9,085	(1,602)	(4,442)	(5,071)
EPS (LPS)	0.05	(0.01)	(0.03)	(0.03)
Diluted EPS (LPS)	0.05	(0.01)	(0.03)	(0.03)

Quarterly revenue variances result mainly from higher or lower copper deliveries (a factor of quarterly production), MVC’s copper price (a factor of market prices) and adjustments to the fair value of settlement receivables (a factor of changes in market price from quarter to quarter).

The Company's revenues are highly sensitive to these variables, as summarized below:

	Q1-2024	Q4-2023	Q3-2023	Q2-2023	Q1-2023	Q4-2022	Q3-2022	Q2-2022
Copper sales/deliveries [1]	16.0	16.1	11.0	13.7	16.5	16.8	16.2	14.9
MVC's copper price	3.95	3.82	3.76	3.80	4.02	3.80	3.50	4.10
Settlement adjustments [2]	(0.25)	(0.25)	(0.10)	(2.71)	3.81	2.14	(8.58)	(5.07)

Notes:
1 Million pounds of copper sold under a tolling agreement with DET.
2 Adjustments to the fair value of copper settlement receivables from prior quarters, expressed in millions of dollars.

In Q2-2022, revenue was negatively impacted by a decrease in copper delivered during the quarter due to the planned maintenance shutdown, decreasing production, and a drop in copper prices, resulting in negative settlement adjustments. In Q3-2022, although copper sales volume increased in the quarter, revenue was negatively impacted by a decline in copper prices, resulting in negative settlement adjustments. In Q4-2022, copper sales volume and price increased, and positive settlement adjustments affected revenue. In Q1-2023, stronger copper prices and positive settlement adjustments resulted in higher revenue. In Q2-2023, revenue was negatively impacted by lower copper delivered due to the annual MVC maintenance shutdown, a one-week production suspension due to extreme rainfall and resulting loss of power, and a decrease in copper price that resulted in negative settlement adjustments. In Q3-2023, the impact of severe rain resulted in lower copper production. In Q4-2023, the Company resumed normal production levels and, in Q1-2024, maintained normal production levels, but revenue was affected by a drop in the average copper price in the quarter.

In addition to revenue variances, the Company's quarterly results in the most recent eight quarters were also affected by higher or lower cost of sales:

	Q1-2024	Q4-2023	Q3-2023	Q2-2023	Q1-2023	Q4-2022	Q3-2022	Q2-2022
Tolling and production costs [1]	37.12	36.44	32.35	35.34	39.17	41.01	34.41	31.97
Unit tolling and production cost [2]	2.33	2.27	2.95	2.59	2.38	2.44	2.13	2.15

Notes:
1 Millions of dollars.
2 Tolling and production costs divided over pounds of copper delivered.

Tolling and production costs are affected by production levels, input costs (particularly power, lime and grinding media costs) and the depreciation or appreciation of the Chilean peso to the U.S. dollar. In Q2-2022, total tolling and production costs decreased, but due to lower production from the annual maintenance shutdown, increased on a unit-cost basis. In Q3-2022, total tolling and production costs rose, but due to higher production compared to the prior quarter, decreased on a unit cost basis. In Q4-2022, tolling and production costs increased in total and per unit, primarily due to increased power costs and direct labour. In Q1-2023, tolling and production costs stayed high due to the rise in power and direct labour costs, as seen in the previous quarter. In Q2-2023 and Q3-2023, total tolling and production costs decreased, but copper delivered also decreased, resulting in a higher unit tolling and production cost. In Q4-2023, MVC resumed normal production levels, lowering unit tolling and production costs. In Q1-2024, tolling and production costs increased primarily due to increased depreciation and amortization.

FINANCIAL POSITION AND BORROWINGS

Cash Flow From Operating Activities

In Q1-2024, the Company generated net cash from operating activities of $4.5 million (Q1-2023: $18.2 million). Excluding the effect of changes in working capital accounts, the Company generated cash from operating activities of $10.2 million in Q1-2024 (Q1-2023: $13.2 million).

The Company operates in a cyclical industry with cash flow generating capacity closely correlated to market copper prices.

On March 31, 2024, MVC used a provisional copper price of $3.97/lb. The final prices for January, February, and March 2024 sales will be the average LME prices for April, May, and June 2024, respectively. A 10% increase or decrease from the $3.97/lb provisional price used on March 31, 2024, would result in a $6.3 million change in revenue in Q2-2024 regarding Q1-2024 production.

Cash Flow Used In Investing Activities

In Q1-2024, the Company made Capex payments of $1.1 million (Q1-2023: $4.4 million).

Cash Flow Used In Financing Activities

In Q1-2024, Amerigo returned $3.7 million to shareholders through Amerigo's regular quarterly dividend of Cdn$0.03 per share (Q1-2023: $3.6 million or Cdn$0.03 per share). In Q1-2023, $1.9 million was returned by purchasing 1.6 million common shares for cancellation through a NCIB.

In Q1-2024, the Company made repayments on borrowings of $1.8 million (Q1-2023: $nil) and lease repayments of $nil (Q1-2023: $0.2 million).

In Q1-2024, $0.1 million was received from the exercise of stock options (Q1-2023: $0.1 million).

Financial Position

On March 31, 2024, the Company's cash and restricted cash balance was $20.0 million (December 31, 2023: $22.5 million), and the Company had a working capital deficiency of $4.2 million (December 31, 2023: $12.3 million).

Borrowings

(Expressed in thousands)	March 31, 2024 $	December 31, 2023 $
Term loan	16,941	18,687
Line of credit	2,076	2,026
	19,017	20,713
Comprise:		
Short-term debt and current portion of long-term debt	8,498	10,303
Long-term debt	10,519	10,410
	19,017	20,713

On June 30, 2021, MVC entered into a finance agreement (the "Finance Agreement") with a syndicate of two banks domiciled in Chile for a term loan (the "Term Loan") of $35.0 million and a working capital line of credit (the "Line of Credit") of up to $15.0 million.

The Term Loan has a 5-year term to June 30, 2026, with ten semi-annual installments of $3.5 million each, commencing on December 31, 2021, and accrued interest. MVC may make early repayments without penalty in accordance with the provisions of the Finance Agreement. Interest on the Term Loan includes

25% of the facility subject to a variable rate based on the US Libor six-month rate plus a margin of 3.90% until June 30, 2023, when the US Libor was discontinued. The variable interest rate from that date forward is based on the Secured Overnight Financing Rate (“SOFR”) plus a margin of 4.33%. The remaining 75% of the interest on the Term Loan is synthetically fixed through interest rate swaps (“IRS”), accounted for at fair value through profit or loss, at a rate of 5.48% per annum for 75% of the facility. As of March 31, 2024, the SOFR rate was 5.16%. The IRS has a term of June 30, 2026. On March 31, 2024, the balance of the Term Loan, net of transaction costs, was $16.3 million, and the IRS was in an asset position of $0.7 million.

The Line of Credit can be drawn in multiple disbursements, and on June 29, 2023, it was extended to be available until June 30, 2025. The repayment terms will vary depending on the date of disbursement, with a maximum repayment term of up to two years counted from the disbursement date. The interest rate will be based on the SOFR rate plus a margin to be defined on each disbursement date. As of March 31, 2024, MVC had drawn $2.0 million from the Line of Credit. The amount has an interest rate of 9.2% (SOFR of 5.45% plus a margin of 3.75%) and will be repaid in four payments of $0.5 million each plus interest due on April 10, 2024 (paid subsequent to period end), October 10, 2024, April 10, 2025, and October 10, 2025.

MVC is required to have a debt service reserve account funded monthly with 1/6 of the next debt payment (principal and interest) so that semi-annual debt payments are fully funded a month before the payment date and a second reserve account of $3.5 million to be released on January 1, 2025. On March 31, 2024, MVC held the required reserve funds of $2.7 million and $3.5 million, respectively, shown as restricted cash on Amerigo’s statement of financial position.

MVC is required to meet two bank covenants semi-annually on June 30 and December 31: debt/EBITDA ratio (requirement =< 3) and net worth (requirement => $100.0 million), which were met on December 31, 2023.

MVC has provided security on the Finance Agreement in the form of a charge on all MVC’s assets.

Molybdenum Plant Expansion Lease

In 2018, MVC entered into a lease of 201,903 Chilean Unidades de Fomento to finance the expansion of MVC’s molybdenum plant. The lease terms included an original term to November 2023, monthly capital payments of approximately $0.1 million, a balloon payment at the end of the lease term of approximately $1.1 million, and interest at a rate of 0.45% per month. The lease could be prepaid without penalty. On April 4, 2023, MVC repaid the lease in full by prepaying monthly payments of $1.1 million and the end-of-lease $1.1 million balloon payment.

AGREEMENTS WITH CODELCO’S DET

MVC has a contract with DET (the “DET Agreement”) to process the fresh tailings from El Teniente and the tailings from the Cauquenes and Colihues historic tailings deposits. The DET Agreement has a term to 2037 for fresh tailings, the earlier of 2033 or deposit depletion for Cauquenes, and the earlier of 2037 or deposit depletion for Colihues.

The DET Agreement establishes a series of royalties payable by MVC to DET, calculated using the average LME copper price for the month of concentrate production.

The DET Agreement currently operates as a tolling contract under which DET retains title to the copper concentrates produced by MVC. MVC earns tolling revenue, calculated as the gross value of copper tolled on behalf of DET at applicable market prices net of notional items. Notional items include treatment and refining charges, DET copper royalties and transportation costs.

Notional royalties for copper concentrates produced from fresh tailings are determined through a sliding scale formula tied to copper prices ranging from $1.95/lb (13.5%) to $4.80/lb (28.4%).

Notional royalties for copper concentrates produced from Cauquenes are determined through a sliding scale for copper prices ranging from $1.95/lb (16%) to $5.50/lb (39%).

Notional royalties for copper concentrates produced from Colihues are determined through a sliding scale for copper prices ranging from $0.80/lb (3%) to $4.27lb (30%). MVC intends to restart processing tailings from Colihues once the Cauquenes deposit is depleted.

MVC pays a sliding scale global molybdenum royalty for molybdenum prices between $6.00/lb (3%) and $40.00/lb (19.7%).

The DET Agreement anticipates that in the event monthly average prices fall below specific ranges and projections which indicate the permanence of such prices over time, the parties will meet to review cost and notional royalty/royalty structures to maintain the Agreement's viability and the equilibrium of the benefits between the parties.

The DET Agreement contains early exit options exercisable by DET within 2021 (not exercised) and every three years after that only in the event of changes unforeseen at the time the DET Agreement was entered into. Amerigo has judged the probabilities of DET exercising any of these early exit options as remote.

OTHER MD&A REQUIREMENTS

Transactions with Related Parties

a) Derivative liability

Amerigo holds its interest in MVC through Amerigo International Holdings Corp. ("Amerigo International"), wholly owned by Amerigo except for certain outstanding Class A shares, which are owned indirectly by Amerigo's founders (including Amerigo's current Executive Chairman). The Class A shares were issued in 2003 as part of a tax-efficient structure for payments granted as consideration to the founders transferring their option to purchase MVC to Amerigo.

The Class A shareholders are not entitled to any participation in the profits of Amerigo International, except for monthly payments, calculated as follows:

- $0.01 for each pound of copper equivalent produced from DET tailings by MVC or any successor entity to MVC if the price of copper is under $0.80/lb or

- $0.015 for each pound of copper equivalent produced from DET tailings by MVC or any successor entity to MVC if the price of copper is $0.80/lb or more.

Under IFRS Accounting Standards, the payments constitute a derivative financial instrument that must be measured at fair value at each reporting date. Changes in fair value are recorded in profit for the period.

The derivative expense includes the monthly payments described above and the derivative's fair value changes.

In Q1-2024, the derivative liability decreased by $0.3 million (Q1-2023: $nil) with $0.3 million paid or accrued to the Class A shareholders (Q1-2023: $0.3 million) and a change in derivative fair value expense of $nil (Q1-2023: recovery of $0.3 million).

On March 31, 2024, the derivative totalled $6.7 million (December 31, 2023: $7.0 million), with a current portion of $1.0 million (December 31, 2023: $1.0 million) and a long-term portion of $5.7 million (December 31, 2023: $6.0 million).

b) Directors’ fees and remuneration to officers

In Q1-2024, the Company paid or accrued $0.4 million in salaries, management fees and bonuses to companies associated with certain officers (Q1-2023: $0.4 million). In the same period, Amerigo paid or accrued $0.1 million in directors’ fees (Q1-2023: $0.1 million) and share-based payments of $0.2 million (Q1-2023: $0.2 million). These transactions were in the ordinary course of business and measured at market rates.

In Q1-2024, 3,125,000 options were granted to Amerigo directors, officers and employees of the Company (2023: 2,695,000 options).

Critical Accounting Estimates and Judgements

Preparing interim financial statements requires management to make judgements, estimates and assumptions. These affect the application of accounting policies and reported amounts, and actual results may differ from these estimates.

In Q1-2024, management's significant judgements and key sources of estimation uncertainty were consistent with those used to prepare Amerigo's 2023 annual consolidated financial statements. For more information, refer to Amerigo’s annual consolidated financial statements for the year ended December 31, 2023, available on Amerigo’s profile on SEDAR+ at www.sedarplus.ca.

Disclosure Controls and Procedures

Amerigo designs disclosure controls and procedures to provide reasonable assurance that all relevant information is communicated to senior management and to allow timely decisions regarding required disclosure.

Amerigo has a formal corporate disclosure policy and a Disclosure Policy Committee (the “DPC”). Amerigo’s directors, including Aurora Davidson (President and CEO), are members of the DPC.

Management has reasonable confidence that the Company's material information is made known to them promptly and that Amerigo’s disclosure controls and procedures are effective on an ongoing basis.

Internal Controls over Financial Reporting (“ICFR”)

ICFR is a process designed to provide reasonable assurance on the reliability of financial reporting and the preparation of financial statements for external purposes under IFRS Accounting Standards.

Amerigo’s ICFR includes policies and procedures that:

- Pertain to the maintenance of records that accurately and fairly reflect the additions to and dispositions of Company assets;

- Provide reasonable assurance that transactions are recorded as necessary to permit the preparation of financial statements under IFRS Accounting Standards;

- Provide reasonable assurance that the Company's receipts and expenditures have the proper authorization of Amerigo’s management and directors; and

- Provide reasonable assurance on preventing or timely detecting unauthorized acquisition, use or disposition of Company assets that could have a material effect on the financial statements.

Any system of internal controls over financial reporting, no matter how well designed, has inherent limitations. Even those systems determined to be effective can provide only reasonable assurance in preparing and presenting financial statements.

Subsequent events

- Subsequent to March 31, 2024, 33,334 options were exercised on a cashless basis.

- On May 6, 2024, Amerigo's Board of Directors declared a quarterly dividend of Cdn$0.03 per share, payable on June 20, 2024, to shareholders of record as of May 30, 2024.

Commitments

- MVC has a long-term agreement for the supply of 100% of MVC's power requirements to December 31, 2037. The agreement establishes minimum stand-by charges based on peak hour power supply calculations, estimated to range from $1.0 million to $1.3 million monthly.

- The DET Agreement has a closure plan clause requiring MVC and DET to jointly assess the revision of the closure plan for Cauquenes and compare it to the current DET plan. In the case of any variation in the interests of DET due to MVC's activities in the Cauquenes deposit, the parties will jointly evaluate the form of implementation and financing of or compensation for such variation. Until the estimation of the new closure plan is available and the parties agree on the terms of compensation resulting from the revised plan, it is Amerigo's view that there is no obligation to record a provision because the amount, if any, is not possible to determine.

Securities Outstanding

On May 6, 2024, Amerigo had 165,398,964 common shares and 11,305,001 options (exercisable at prices ranging from Cdn$0.40 to Cdn$1.62 per share) outstanding.

Additional information relating to the Company, including Amerigo's most recent Annual Information Form, is available on SEDAR+ at www.sedarplus.ca.

Environmental, Social and Governance ("ESG") Objectives

Amerigo is committed to adding shareholder value through operational excellence and sustainability at the MVC operation. The environmental impact of operations and the health and safety of the Company's employees and surrounding communities remain a Company's top priority. Some of our ESG objectives include:

- operating in a socially responsible manner and with sound environmental management practices;
- engaging in environmentally responsible activities to protect the community, natural resources and cultural heritage at and around the MVC operation;
- building and maintaining respectful relationships with people in the community, employees and other stakeholders;
- developing health and safety policies for employees to contribute to the prevention of injuries and illness, and
- ensuring that the Safety, Occupational Health, Environmental and Social Responsibility Policy is followed to guide its activities and ensure compliance with applicable Chilean regulations.

Cautionary Statement on Forward-Looking Information

This MD&A contains certain forward-looking information and statements defined in applicable securities laws (collectively called "forward-looking statements"). These statements relate to future events or the Company's future performance. All statements other than statements of historical fact are forward-looking statements. The use of any of the words "anticipate", "plan", "continue", "estimate", "expect", "may", "will", "project", "predict", "potential", "should", "believe" and similar expressions are intended to identify forward-looking statements. These forward-looking statements include, but are not limited to, statements concerning:

- forecasted production, operating costs, Capex and capitalized maintenance and strategic spares for 2024;
- the maintenance of the Company's Capital Return Strategy;
- our strategies and objectives;
- our estimates of the availability and quantity of tailings and the quality of our mine plan estimates;
- the sufficiency of MVC's water reserves to maintain projected Cauquenes tonnage processing for at least 18 months;
- prices and price volatility for copper, molybdenum and other commodities and materials we use in our operations;
- the demand for and supply of copper, molybdenum and other commodities and materials that we produce, sell and use;
- sensitivity of our financial results and share price to changes in commodity prices;
- our financial resources and financial condition and our expected ability to redeploy other tools of our capital return strategy;
- interest and other expenses;
- domestic and foreign laws affecting our operations;
- our tax position and the tax rates applicable to us;
- our proposed repayment of debt during 2024 and level of indebtedness at year-end 2024;
- our ability to comply with our loan covenants;
- the production capacity of our operations, our planned production levels and future production;
- potential impact of production and transportation disruptions;
- hazards inherent in the mining industry causing personal injury or loss of life, severe damage to or destruction of property and equipment, pollution or environmental damage, claims by third parties and suspension of operations;
- estimates of asset retirement obligations and other costs related to environmental protection;
- our future capital and production costs, including the costs and potential impact of complying with existing and proposed environmental laws and regulations in the operation and closure of our operations;
- repudiation, nullification, modification or renegotiation of contracts;
- our financial and operating objectives;
- our environmental, health and safety initiatives;
- the outcome of legal proceedings and other disputes in which we may be involved;
- the outcome of negotiations concerning metal sales, treatment charges and royalties;
- disruptions to the Company's information technology systems, including those related to cybersecurity;
- our dividend policy; and
- general business and economic conditions, including, but not limited to, our assessment of strong market fundamentals supporting copper prices.

These forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such statements. Inherent in forward-looking statements are risks and uncertainties beyond our ability to predict or control, including risks that may affect our operating or capital plans; risks generally encountered in the permitting and development of mineral projects such as unusual or unexpected geological formations, negotiations with government and other third parties, unanticipated metallurgical difficulties, delays associated with permits, approvals and permit appeals, ground control problems, adverse weather conditions, process upsets and equipment malfunctions; risks associated with labour disturbances and availability of skilled labour and management; risks related to the potential impact of global or national health concerns and the inability of employees to access sufficient healthcare; government or regulatory actions or inactions, fluctuations in the market prices of our principal commodities, which are cyclical and subject to substantial price fluctuations; risks created through competition for mining projects and properties; risks associated with lack of access to markets; risks associated with availability of and our ability to obtain both tailings from Codelco's Division El Teniente's current production and historic tailings from tailings deposits the availability of and ability of the Company to obtain adequate funding on reasonable terms for expansions and acquisitions; mine plan estimates; risks posed by fluctuations in exchange rates and interest rates, as well as general economic conditions; risks associated with environmental compliance and changes in environmental legislation and regulation; risks associated with our dependence on third parties for the provision of critical services; risks associated with non-performance by contractual counterparties; risks associated with supply chain disruptions; title risks; social and political risks associated with operations in foreign countries; risks of changes in laws affecting our operations or their interpretation, including foreign exchange controls; and risks associated with tax reassessments and legal proceedings. Many of these risks and uncertainties apply to the Company and its operations, as well as Codelco and its operations. Codelco's ongoing mining operations provide a significant portion of the materials MVC processes and resulting metals production. Therefore, these risks and uncertainties may also affect their operations and, in turn, have a material effect on the Company.

Actual results and developments are likely to differ and may differ materially from those expressed or implied by the forward-looking statements contained in this MD&A. Such statements are based on several assumptions which may prove to be incorrect, including, but not limited to, assumptions about:

- general business and economic conditions;
- interest and currency exchange rates;
- changes in commodity and power prices;
- acts of foreign governments and the outcome of legal proceedings;
- the supply and demand for, deliveries of, and the level and volatility of prices of copper, molybdenum and other commodities and products used in our operations;
- the ongoing supply of material for processing from Codelco's current mining operations;
- the grade and projected recoveries of tailings processed by MVC;
- the ability of the Company to profitably extract and process material from the Cauquenes tailings deposit;
- the timing of the receipt of and retention of permits and other regulatory and governmental approvals;
- our costs of production and our production and productivity levels, as well as those of our competitors;
- changes in credit market conditions and conditions in financial markets generally;
- our ability to procure equipment and operating supplies in sufficient quantities and on a timely basis;
- the availability of qualified employees and contractors for our operations;
- our ability to attract and retain skilled staff;
- the satisfactory negotiation of collective agreements with unionized employees;
- the impact of changes in foreign exchange rates and capital repatriation on our costs and results;
- engineering and construction timetables and capital costs for our expansion projects;
- costs of closure of various operations;
- market competition;
- tax benefits and tax rates;
- the outcome of our copper concentrate sales and treatment and refining charge negotiations;
- the resolution of environmental and other proceedings or disputes;
- the future supply of reasonably priced power;
- average recoveries for fresh tailings and Cauquenes tailings;
- our ability to obtain, comply with and renew permits and licenses in a timely manner; and
- Our ongoing relations with our employees and entities we do business with.

Future production levels and cost estimates assume no adverse mining or other events significantly affecting budgeted production levels.

Climate change is a global issue that could pose new challenges affecting the Company's future operations. This could include more frequent and intense droughts followed by intense rainfall. In the last several years, Central Chile has had persistent drought conditions. The Company’s Colihues operation is sensitive to water availability and the reserves required to process the projected Cauquenes tonnage.

Although the Company believes that these assumptions were reasonable when made, because these assumptions are inherently subject to significant uncertainties and contingencies which are difficult or impossible to predict and are beyond the Company’s control, the Company cannot assure that it will achieve or accomplish the expectations, beliefs or projections described in the forward-looking statements.

We caution that the preceding list of important factors and assumptions is not exhaustive. Other events or circumstances could cause our results to differ materially from those estimated, projected, and expressed in or implied by our forward-looking statements. You should also carefully consider the matters discussed under Risk Factors in Amerigo’s Annual Information Form. The forward-looking statements contained herein speak only as of the date of the MD&A, and except as required by law, we undertake no obligation to update publicly or otherwise revise any forward-looking statements or the preceding list of factors, whether as a result of new information or future events or otherwise.