



Suite 2684, Four Bentall Centre
Box 49298, 1055 Dunsmuir Street
Vancouver, BC V7X 1L3
CANADA

August 5, 2005
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**Q2 - 2005 earnings increase 181% to US\$4.6M with
commencement of moly production**

Announces interim dividend of Cdn 4.5 cents per share

Cash costs lower at US 60 cents per pound

AMERIGO RESOURCES LTD. (Vancouver, British Columbia) reported results of the six-month period ended June 30, 2005 today. Significant events are as follows:

- **Net earnings after tax** for the quarter ended June 30, 2005 were **US\$4,635,764** compared to earnings of **US\$1,644,722** in the immediately preceding quarter. Earnings were higher due to strong molybdenum by-product credits and strong copper prices.
- An interim dividend of Cdn 4.5 cents per share was declared.
- **Earnings** for the six months ended June 30, 2005 were **US\$6,280,486**, or **US\$0.09** non-diluted.
- **Copper produced** in Q2-2005 was **7.07 million pounds**, compared to 7.50 million pounds of copper produced in the preceding quarter, totalling 14.57 million pounds of copper year to date. Copper production is expected to increase in the third quarter.
- **Molybdenum production** in the quarter was **155,726 pounds**, for essentially two months of production.
- **Cash costs** before El Teniente royalty were significantly lower at **US\$0.60** per pound in Q2 - 2005 compared to US\$0.91/lb in the preceding quarter and US\$0.59/lb in Q2-2004, primarily due to molybdenum by-product credits.
Total costs after royalty, depreciation and accretion were lower at **US\$0.90** per pound in Q2 - 2005 compared to US\$1.14/lb in the preceding quarter and US\$0.78/lb in Q2-2004.
- **Cash balances** increased significantly to **US\$15.2M** at June 30, 2005 after **capital expenditures of US\$4.6M** in Q2-2005 related to the copper plant expansion. Cash increased by US\$8.4M in the quarter from the **exercise of virtually all the outstanding warrants** of the Company.

The information in this news release and the Selected Financial Information contained in the following page should be read in conjunction with the Consolidated Financial Statements and

Management Discussion and Analysis for the period ended June 30, 2005, which will be available at the Company's website at www.amerigoresources.com and at www.sedar.com.

Amerigo Resources Ltd. is a Canadian copper and molybdenum producing company forecasting 15,000 tonnes of copper production and 600,000 pounds of molybdenum in 2005 from its MVC operations near Santiago, Chile. Tel: (604) 681-2802; Fax: (604) 682-2802; Web: www.amerigoresources.com; Listing: ARG:TSX

For further information, please contact:

Klaus Zeitler, President
Amerigo Resources Ltd.

(604) 681-2802

The Toronto Stock Exchange has not reviewed nor accepted responsibility for the adequacy or accuracy of the contents of this news release, which has been prepared by management. Statements contained in this news release that are not historical facts are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements are subject to risks and uncertainties which could cause actual results to differ materially from estimated results. Such risks and uncertainties are detailed in the Company's filings with the TSX and on SEDAR. Forward-looking statements are based on the beliefs, estimates and opinions of the Company's management on the date the statements are made. The Company undertakes no obligation to update these forward-looking statements if management's beliefs, estimates or opinions, or other factors, should change.

AMERIGO RESOURCES LIMITED
SELECTED FINANCIAL INFORMATION
THREE MONTHS ENDED JUNE 30, 2005 AND 2004

All figures are in US Dollars

Consolidated Balance Sheets

	June 30, 2005 \$	December 31, 2004 \$
Cash and cash equivalents	15,157,266	8,239,089
Mineral property, plant and equipment	43,019,774	34,479,801
Total assets	68,401,034	48,469,945
Total liabilities	12,449,652	11,067,001
Shareholders' equity	55,951,382	37,402,944
Total liabilities and shareholders' equity	68,401,034	48,469,945

Consolidated Statements of Operations

	Three months ended June 30, 2005 \$	Three months ended June 30, 2004 \$
Copper sales, gross	11,302,909	8,218,154
Net revenue	8,457,317	6,928,416
Cost of sales	3,454,289	4,669,912
Other expenses	650,498	220,903
Non-operating items	(865,563)	(63,935)
Income tax expense, net of recoveries	421,514	360,092
Minority Interest	160,815	115,986
Net earnings	4,635,764	1,625,458
EPS – Basic	0.0607	0.0256
EPS – Diluted	0.0525	0.0188

Consolidated Statements of Cash Flows

	Three months ended June 30, 2005 \$	Three months ended June 30, 2004 \$
Net cash provided by operating activities	2,202,756	3,700,531
Net cash used in investing activities	(4,643,315)	(891,818)
Net cash provided by (used in) financing activities	8,778,358	(4,682)