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**LOS ANDES COPPER LTD. (formerly GHG RESOURCES LIMITED)
Management Discussion & Analysis
For the Quarter ended December 31, 2007**

All figures expressed in Canadian Dollars except where noted

The following discussion and analysis of the results of operations and financial position of Los Andes Copper Ltd. (“Los Andes”) together with its subsidiaries (collectively, the “Company”), is prepared as of February 28, 2008, and should be read in conjunction with the Company’s unaudited financial statements and notes thereto as of December 31, 2007 and the Company’s audited consolidated financial statements and the notes thereto prepared as at September 30, 2007.

Company Overview

Los Andes is a Canadian mineral exploration and development company focused on the acquisition, exploration and development of advanced stage copper deposits in Latin America. The Company’s current focus is the Vizcachitas porphyry copper-molybdenum project, located 120 km north of Santiago, Region V, Chile. The property contains a NI43-101 compliant indicated resource of 144 M tonnes grading 0.52% copper and 0.015% molybdenum, and additional inferred resources of 211 M tonnes grading 0.46% Cu and 0.016% Mo at a 0.4% copper cut-off.

Effective January 1, 2007, the Company disposed of its former mineral properties in China and on February 8, 2007 completed the acquisition of the Vizcachitas property, as described below. Expenses associated with the former Chinese operations in the quarter ended December 31, 2006 (“Q1-2007”) have been reclassified as a loss from discontinued operations.

Overall Performance

In the quarter ended December 31, 2007 (“Q1-2008”) the Company incurred a loss of \$1,104,694 compared to a loss of \$762,131 in Q1-2007 which included a loss from discontinued operations of \$689,118.

The results of operations for Q1-2008 and Q1-2007 are not readily comparable due to the change of operations in the two periods, derived from the acquisition of Vizcachitas and the sale of the Company’s former Chinese operations.

The loss from continued operations in Q1-2008 was \$1,104,694 (Q1-2007: \$73,013). The significant variance is mostly explained by stock-based compensation expense of \$914,164 incurred in Q1-2008 in connection with options granted during the quarter (Q1-2007: \$nil).

During Q1-2008 the Company incurred acquisition costs of \$488,186 and deferred development costs of \$1,272,611, an aggregate investment of \$1,760,797 in the Vizcachitas property. A 15,000 metre drilling program was underway in Vizcachitas during Q1-2008.

In the quarter ended December 31, 2007, the Company completed a private placement for aggregate gross proceeds of \$7,500,000. Subsequent to quarter, end, the Company raised a further \$500,000 on completion of a private placement.

The Company's cash and cash equivalents balance and working capital at December 31, 2007 were \$6,240,988 and \$5,852,87 respectively. Los Andes is well capitalized to carry out the phase two drilling program.

Acquisition of Vizcachitas Property

On February 8, 2007, Los Andes acquired from Global Copper Corp ("Global") all of the issued and outstanding shares of Vizcachitas Limited. Vizcachitas Limited owns 399 of the 400 issued and outstanding shares in Compañía Minera Vizcachitas Holding ("CMV"), a company incorporated under the laws of Chile. The remaining share in CMV is owned by Los Andes. CMV owns the following interests which comprise the Vizcachitas Property:

1. 51% of the shares of Sociedad Legal Minera San José Uno de Lo Vicuña, El Tártaro y Piguchén de Putaendo ("San José SLM"), a Chilean Sociedad Legal Minera, which is the owner of the San José mining concessions (the "SJ Concessions");
2. 32 mining rights (the "Mining Rights"), of which 8 are existing exploitation mining concessions encircling the SJ Concession, 19 are exploitation mining concessions in process of constitution (exploitation claims) encircling the SJ Concession and 5 are exploration mining concessions in process of constitution (exploration claims) protecting the SJ Concession; and
3. An option agreement to purchase 100% of six additional exploitation mining concessions (the "Additional Concessions" and together with the SJ Concessions and the Mining Rights, the "Property"), also encircling the SJ Concession.

All the Concessions are subject to NSR royalties of 2% on any surface production and 1% on any underground production on the claims. In the case of the SJ Concessions, Company's portion of NSR royalties is 1.02% on surface mining and 0.51% on underground mining.

The Property is located in the province of San Felipe, Region V, Chile, an area of low elevation with excellent infrastructure, including water and power. A.C.A. Howe International Limited described NI43-101 compliant mineral resources for the Property in a technical report dated June 29, 2006 (updated February 2007). The resource calculation was based on 68 drill holes for a total of 18,300 metres. Results showed an indicated resource of 144 million tonnes grading 0.52% copper and 0.015% molybdenum and an inferred resource of 211 million tonnes grading 0.46% copper and 0.016% molybdenum at a 0.40% copper cutoff.

San José SLM is a Chilean Sociedad Legal Minera ("SLM") and the Company owns an indirect 51% majority interest in San Jose SLM. Chilean legal counsel have advised that a Chilean Sociedad Legal Minera, or SLM, is regulated by the Chilean Mining Code (the "Code"), according to which (i) the administrators of the SLM are appointed in shareholders meetings, and they have the power to administer the SLM, including entering into labour contracts, buying materials necessary for the exploration or exploitation of the mine or processing of the mine's

products, paying debts and collecting credits of the SLM and selling ore extracted from the SLM's properties; (ii) all other matters not entrusted by the Code to the administrator are decided in shareholders' meetings, which are presided over by the shareholder with the highest number of shares; (iii) in most cases matters are decided by the majority of the shares, including the determination of the amount of contributions for expenses of maintenance and exploration or exploitation of the concessions (the "Expenses"); and (iv) the shareholders are required to contribute to the payment of the Expenses in proportion to the shares they hold in the SLM.

The Company understands a single Chilean company ("Minority Shareholder") owns the remaining minority 49% of San José SLM. The Company has not yet determined how development of the Property will proceed and looks forward to further discussions with the shareholders and principals of the Minority Shareholder to determine if a mutually beneficial plan of action may be developed.

The property rights outlined above contain the balance of the known mineralization, and are considered to have potential for expanding or adding to the existing resource on the Property. The area will also provide for critical waste stripping and development tenure for the resource identified to date. Initial work programs at the Property will, in part, focus on testing the potential of these areas to host extensions or additions to the existing mineralization, with a view to further enhancing the economics of the Property.

Consideration for the acquisition of the Vizcachitas property was comprised of US\$10,400,000 in cash and the issuance to Global of 6,280,000 shares and 3,900,000 share purchase warrants in the capital of the Company. Each warrant enables Global to acquire one additional share of the Company for a period of three years to February 8, 2010, at an exercise price of \$1.00 per share. In addition, Global was granted net smelter royalties of 2% on revenues generated from open pit operations and 1% on revenues generated from underground operations on certain of the claims comprising the Vizcachitas property.

In connection with the acquisition, the Company recorded a future income tax liability of \$3,458,027, as required by Canadian GAAP to account for the potential tax effect resulting from the limited tax pools available to offset taxable income earned in the Company, relative to the carrying cost of the acquired asset on the Company's balance sheet. At the time the future income tax liability was recorded, an increase of \$3,458,027 to the value of the acquired asset was also recorded by the Company.

Disposition of Subsidiary Corporation

Los Andes, through its former wholly owned subsidiary, Tun Resources Inc. ("Tun") owned interests in three mineral properties located in the Zhen Yuan Mining District, China (together, the "Yunnan Yuntong Properties"): the Shangzhai exploration licence area and mining concession, which had been in production since 2001; the Bianfushan exploration licence area and mining concession; and the Jiazutian (formerly Lanintang) exploration licence area, which were in the exploration and development stage.

Tun entered into a Joint Venture Agreement with the Yunnan Province Dianxi Geological Engineering, Exploration Development Company on August 8, 1994 ("Dianxi"). The joint venture was called the Yunnan Yuntong Exploration Company Limited Joint Venture (the "Yunnan Yuntong JV"). Tun's initial capital investment was US\$800,000, to earn a 60% interest in the Yunnan Yuntong JV and was later increased to US\$1,400,000 to earn an 82% interest in the Yunnan Yuntong JV.

On August 29, 2006, the Yunnan Yuntong JV sold three of its non-producing, exploration mineral properties in China to a branch of the Chinese government for net sale proceeds (after taxes and finder's fees) of approximately \$1,000,000. The Company continued to mine, develop and explore its remaining Chinese properties until January 1, 2007 at which time Los Andes entered into an agreement to sell all of the outstanding shares of Tun for consideration on closing of \$1,000,000 and the assumption by the purchaser (the "Purchaser") of liabilities of Los Andes in the aggregate amount of \$473,412. The Company recorded a gain of \$634,442 on disposition of these properties.

Results of Operations

Quarter Ended December 31, 2007

Financial Review

On November 30, 2007 the Company incurred acquisition costs of \$488,186 (US\$500,000) for an option payment pursuant to a September 21, 2005 agreement whereby the Company was granted an option to acquire a 100% interest in the Additional Concessions. The remaining payments under the agreement are as follows:

US\$ 500,000	Due on	May 31, 2008
700,000		November 30, 2008
700,000		May 31, 2009
<u>800,000</u>		November 30, 2009
<u>US\$ 2,700,000</u>		

In Q1-2008 the Company incurred \$1,272,611 in deferred exploration expenses. The breakdown of the expenses is as follows:

	<u>\$</u>
Automobile and travel	9,767
Assaying	33,603
Camp rehabilitation, maintenance and security	47,479
Core handling and storage	2,109
Drilling	692,676
Equipment rental	49,581
Exploration administration	22,950
Food and accommodation	50,242
Geological consulting	18,525
Other	1,467
Property and surface rights, taxes and tenure fees	1,483
Studies and other consulting	7,489
Subcontractor	232,074
Supplies	103,166
	<u>1,272,611</u>

The Company incurred a net loss of \$1,104,694 or \$0.02 per share in Q1-2008 (Q1-2007: net loss of \$762,131 or \$0.03 per share).

The results of operations in Q1-2007 include a loss from discontinued operations of \$689,118 (Q1-2008: \$nil).

Comparative analysis of expenses between the two quarters is not meaningful due to the change in the nature of the Company's operations.

In Q1-2008 the most significant expense was stock-based compensation expense of \$914,164, incurred in connection with the grant of 2,550,000 options to directors, officers and consultants of the Company. The options have a five-year term to November 30, 2012, vested at the time of grant and are exercisable at \$0.51 per share.

Other major expenses are professional fees of \$118,589, of which approximately \$56,000 represents one-time costs, transfer agent, regulatory and filing fees of \$38,783 and professional fees of \$33,077. Transfer agent, regulatory and filing fees and professional fees are expected to be lower in subsequent periods as they include costs incurred in the quarter in connection with closing a significant private placement.

Deferred Exploration

During Q1-2007, Los Andes, through its former wholly owned subsidiary Tun mined, developed and explored properties in China in association with the Yunnan Province Dianxi Geological Engineering, Exploration Development Company under the "Yunnan Yuntong JV".

Effective January 1, 2007 Los Andes entered into an agreement to sell all of the outstanding shares of Tun, thereby selling its interest in the Chinese properties.

Subsequent to the sale of the Chinese properties, all exploration work carried out was in connection with the acquisition of the Vizcachitas property and the drill programs outlined above.

The following paragraphs summarize the nature of the exploration undertaken on Vizcachitas during fiscal 2007. All exploration was supervised by Roger Moss, Ph.D., P.Geo., President of the Company and qualified person for the project under NI 43.101.

Project Description

The Vizcachitas Property covers a porphyry copper-molybdenum deposit that offers potential for a low strip, open pit operation in an area of low elevation with excellent infrastructure, including water and power in central Chile. The Vizcachitas deposit occurs in the same metallogenic belt as the large copper-molybdenum porphyries Rio Blanco-Los Bronces, Los Pelambres-El Pachon and El Teniente. Based on 68 drill holes previously completed by General Minerals Corporation and Placer Dome, the project contains an indicated resource of 232 million tonnes grading 0.46% copper and 0.014% molybdenum and an inferred resource of 619 million tonnes grading 0.38% copper and 0.013% molybdenum at a 0.30% copper cutoff as detailed in the NI43-101 compliant technical report of A.C.A. Howe International Limited dated February 7, 2007. The technical report can be viewed on the company's website at www.losandescopper.com.

Q1-2008 Exploration Update

During Q1-2008, the Company began a second phase of diamond drilling on the Vizcachitas copper-molybdenum project. The 15,000 metre program follows directly on the success of the initial 5,000 metre program that began in July 2007. The aims of the second phase program are to continue to expand the known limits of the copper-molybdenum mineralization by step-out drilling, to upgrade inferred resources to indicated status by infill drilling and to define the zone of higher grade mineralization in the southwest of the drill area, discovered during phase 1.

A total of 4056.7 metres was drilled in 13 holes during the quarter as the Company continued to test the limits of the Vizcachitas porphyry system in an effort to expand the current resource.

Highlights of the drilling include:

- LAV-90 which intersected 403.7 metres grading 0.42% Cu, including a higher grade interval grading 0.70% Cu over 36 metres between 32 and 68 metres.
- LAV-91 which intersected 353.2 metres grading 0.52% Cu and 0.011% Mo, including a higher grade interval of 0.71% Cu and 0.012% Mo over 54 metres between 68 and 122 metres.
- LAV-93 which produced one of the best molybdenum intersections so far in the recent drilling programs grading 0.057% Mo over 104 metres.
- LAV-94 which intersected 432 metres grading 0.41% Cu including 28 metres grading 0.70% Cu and 0.01% Mo thereby extending the known mineralization over 100 metres further to the west.
- LAV-98 drilled between historical holes V-48 and V-54 approximately 350 metres southeast of LAV-94 on section 1300NE. A 19.5 metre interval grading 0.77% Cu between 110.5 and 130 metres contains bornite and chalcocite mineralization in addition to chalcopyrite. This intersection extends the higher grade (>0.7% copper) zone, defined by in holes LAV-66, 68, 72 and 82, a further 100 metres to the north for a total of 400 metres.
- LAV-99B which intersected higher than normal molybdenum grades of 0.02% Mo and 0.25% Cu (0.4% Cu equivalent) over 340.8 metres, that included a higher grade 0.03% Mo and 0.25% Cu interval over the first 112.8 metres. This hole is located approximately 190 metres southwest of hole LAV-93 which intersected 0.057% Mo over 104 metres.

The second phase program is expected to be completed by the end of May, at which point Los Andes will have drilled 20,000 metres, more than the total amount of drilling completed in the 1990s. An updated resource calculation, using results from both historical and recent drilling, will be completed following this phase of drilling.

A summary of the highlights of the drilling conducted during the quarter is shown in the table below.

Hole ID	From (m)	to (m)	interval (m)	CuT (%)	Mo (%)	CuEq %*
LAV-90	8.3	412	403.7	0.42	0.005	na
including	16	94	78	0.55	0.004	na
including	32	68	36	0.70	0.003	na
and	174	412	238	0.46	0.006	na
including	308	412	104	0.58	0.004	na
LAV-91	8.8	362	353.2	0.52	0.011	0.59
including	64	362	298	0.58	0.012	0.66
including	68	192	124	0.65	0.019	0.78
including	68	122	54	0.71	0.012	0.79
LAV-92	64.2	250	185.8	0.35	0.014	0.45
including	172	200	28	0.61	0.020	0.75
LAV-93	48	478	430	0.30	0.030	0.50
including	88	212	124	0.49	0.018	0.61
and	266	370	104	0.30	0.057	0.68
LAV-94	12	500	488	0.39	0.006	na
including	44	476	432	0.41	0.006	na
including	44	142	98	0.50	0.008	na
including	46	74	28	0.70	0.010	0.77
LAV-98	110.5	255	144.5	0.44	0.009	na
including	110.5	180	69.5	0.54	0.01	0.61
including	110.5	148	37.5	0.67	0.011	0.74
including	110.5	130	19.5	0.77	0.01	0.84
LAV-99B	29.2	370	340.8	0.25	0.02	0.40
including	29.2	166	136.8	0.25	0.029	0.44
	29.2	142	112.2	0.25	0.03	0.45

*Copper equivalent is calculated for Mo values greater than 0.01% using US\$1.50/lb Cu and US\$10.00/lb Mo according to the formula $CuEq\% = Cu\% + (Mo\% \times 10.00/1.50)$ and is not adjusted for metallurgical recoveries or net smelter return which remain uncertain and are assumed to be 100%.

Summary of Quarterly Results

	QUARTERS ENDED			
	December 31, 2007	September 30, 2007	June 30, 2007	March 31, 2007
Earnings (Loss)	(1,104,694)	(2,417,493)	(928,508)	(237,111)
Earnings (Loss) Per Share ⁽¹⁾	(0.02)	(0.05)	(0.02)	(0.01)
	December 31, 2006	September 30, 2006	June 30, 2006	March 31, 2006
Earnings (Loss)	(762,131)	1,329,723	2,234	(120,111)
Earnings (Loss) Per Share ⁽¹⁾	(0.03)	0.11	-	(0.01)

⁽¹⁾ Presented on an undiluted basis.

Liquidity and Capital Resources

As at December 31, 2007 the Company had cash and cash equivalents of \$6,240,988 and working capital of \$5,852,871, compared to cash of \$1,272,361 and working capital of \$939,205 at September 30, 2007.

The significant increase in cash and working capital is in connection with the closing of a private placement for gross proceeds of \$7,500,000 during the quarter. In connection with the placement, the Company issued 15,000,000 units, each unit consisted of one common share and one-half of one share purchase warrant. Each warrant entitles the holder to acquire one additional common share of the Company at a price of \$0.75 until November 24, 2008. In connection with the private placement, the Company paid aggregate finders' fees of \$305,025. All securities issued in connection with the placement are subject to a four-month hold period expiring March 23, 2008.

The Company's long-term debt is comprised of a \$5,659,470 future income tax liability recorded in compliance with Canadian GAAP to account for the potential tax effect derived from the excess carrying cost of the Company's mineral properties, as compared to the properties' tax basis. The future income tax liability does not represent an amount currently due by the Company to tax authorities in Canada or Chile.

Los Andes relies on the issuance of share capital to fund operations. There can be no assurance that Los Andes will be able to obtain required financing in the future on acceptable terms to fund anticipated mineral development costs and operating losses in upcoming periods. General financial market conditions will have an impact on Los Andes' ability to raise funds in the future.

Transactions with Related Parties

During the quarter ended December 31, 2007, the Company paid or accrued \$38,700 in management fees (Quarter ended December 31, 2006: \$21,840), \$18,525 in geological consulting fees (Quarter ended December 31, 2006: \$nil) and \$18,725 in legal fees (Quarter ended December 31, 2006: \$nil) to companies related to directors and officers of the Company.

Included in the accounts payable and accrued liabilities balance at December 31, 2007 are \$20,665 due to officers and directors of the Company (December 31, 2006: \$541).

Amounts due to and from related parties are non-interest bearing, unsecured and have no fixed terms of repayment. These transactions were in the normal course of operations and were measured at fair value as determined by management.

Subsequent Events

Subsequent to December 31, 2007:

1. The Company a completed non-brokered private placement to raise \$500,000. In connection with the placement, the Company issued 1,000,000 units, each unit consisted of one common share and one-half of one share purchase warrant. Each warrant entitles the holder to acquire one additional common share of the Company at a price of \$0.75 until January 12, 2009. In connection with the private placement, the Company paid aggregate

finders' fees of \$35,000. All securities issued in connection with the placement are subject to a four-month hold period expiring May 11, 2008.

2. The Company entered into an agreement in principle to acquire 250 litres per second of consumptive water rights on the Aconcagua River from an arms-length party at a cost of US\$4,250,000.
3. On February 8, 2008, 21,382,383 share purchase warrants expired unexercised. The warrants had an exercise price of \$1.00 per share.

Other MD&A Requirements

As of February 28, 2008, the Company has outstanding 78,599,266 common shares, 11,900,000 exercisable warrants (at prices ranging from \$0.75 to \$1.00 per share) and 4,600,000 exercisable stock options (at exercise prices ranging from \$0.40 to \$0.60).

Additional information is available on SEDAR at www.sedar.com and at the Company's website at www.losandescopper.com. To view the public documents of the Corporation, please visit the Corporation's profile on the SEDAR website at www.sedar.ca.

Cautionary Statement on Forward Looking Information

This Report contains "forward looking statements". These forward looking statements include, but are not limited to, statements regarding the Company's strategic plans, property search and evaluation plans, estimated levels of expenditures, acquisition targets and commitments. Forward-looking statements express, as at the date of this Report, The Company's plans, estimates, forecasts, projections, or beliefs as to future events or results and the Company does not intend, and does not assume any obligation, to update these forward-looking statements. In certain cases, forward-looking statements can be identified by the use of words such as "plans", "expects", or does not expect", is expected", "budget", "schedule" , "estimates", "intends", "anticipates", or "does not anticipate", "believes", or variations of such words and phrases or statements that certain actions, events or results "may", "could", "would", "might", or "will be taken, "occur", or "be achieved". We caution that forward-looking statements involve a number of risks and uncertainties, and there can be no assurance that such statements will prove to be accurate. Therefore, actual results and future events may differ materially from those anticipated in such statements. Factors that could cause results or events to differ materially from current expectations expressed or implied by the forward – looking statements include, but are not limited to the success of the Company's acquisition criteria, the success in completing further financing and closing on any target acquisitions, currency fluctuations, the ability of the Company to conduct its business in Chile, risks inherent with the mining industry, unexpected regulatory changes, delays in the completion of critical activities and other risks inherent to the Company's activities.