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NEWS RELEASE

May 24, 2007

TSX.V-SMZ

SINCHAO METALS ANNOUNCES DISCOVERY OF 10.25 METRES GRADING 2.34% COPPER ON THE SINCHAO PROPERTY, PERU

Sinchao Metals Corp. (TSX.V-SMZ) is pleased to announce the results from Drill Hole SDH 26, drilled on the Skarn Zone at the Sinchao Property. Assays have been received for the interval from 124.00 m to 188.10 m. Drill Hole SDH 26 intersected porphyritic intrusive, limestone, skarn and altered limestone. The skarn and altered limestone is cut by a well mineralized structure.

Significant intersections are as follows:

From m	To m	Interval m	Gold g/t	Silver g/t	Copper %	Zinc %	Lead %
136.45	172.45	32.00	0.30	11.12	0.78	0.29	0.05
inc. 146.80	157.05	10.25	0.81	26.39	2.34	0.60	0.09

The well mineralized structure was intersected from 146.80 m to 157.05 m, for a total drill intersection of 10.25 m. Additional drilling is required before a true width can be estimated. The mineralization is composed of massive pyrite, with traces of chalcopyrite, bornite and galena. The pyrite is subhedral to euhedral crystals, and ranges in size from <0.5 mm to 2 mm. Drill Hole SDH 26 was terminated at 188.10 m in skarn and altered limestone containing 2% to 3% disseminated pyrite.

Ongoing surface mapping, trenching and sampling has identified an additional four structures similar to the structure intersected in Hole SDH 26. Four grab samples of massive pyrite collected from the waste dump of an old working returned average assay values of 2.61 g/t gold, 488.25 g/t silver, 0.65% copper, 0.97% zinc and 0.85% lead. In the trenches all sulphides have been oxidized. These structures are hosted by skarn and altered limestone, and appear to be conduits for mineralizing fluids. The structures strike west-northwest, range in width from about 0.3 metres to approximately 7 metres, and have been traced along strike for at least 200 metres. The structures remain open along strike in both directions, under thin soil cover.

The Skarn Zone was developed by the intrusion of Tertiary aged San Miguel Diorite into Cretaceous aged limestone. This limestone is the same age as the limestone that hosts the Antamina Copper-Zinc Skarn Deposit, located approximately 250 kilometres to the southeast. The Antamina Deposit is the largest known Copper-Zinc skarn in the world.

Sinchao Metals has been diligent in receiving all the necessary legal permissions from national and local governments to drill and mine the Sinchao Property. The company has also, on its own initiative, commenced a remediation program which involves members of the local communities. (See News Release of August 4, 2006) This remediation program was developed to clean up areas affected by previous companies' work on the property, not any work that had been done by Sinchao Metals. However, the region has lately been subject to demonstrations affecting all mining properties in the area. Drilling was suspended recently, when a small group of roving demonstrators from a local community damaged the drill rig, in clear violation of the law. This demonstration was not related to the recent miner's union strike and Sinchao Metals employees are not part of the union or the demonstration. The drill rig was removed from the Sinchao Property for repairs while assurances were reached with civic, provincial and national authorities that the necessary police force will be available when drilling recommences. Drilling is scheduled to start again within the next ten days and further drill results will be announced upon completion of assays.

This significant drill discovery confirms that the Sinchao Property has the potential to host large tonnage, high grade copper mineralization in addition to the high grade zinc mineralization identified at surface. (See News Release of January 9, 2007) The Skarn Zone is one of four distinct mineralized systems recognized on the Sinchao Property.

Andrew Gourlay, P. Geol., President is the Qualified Person for the technical disclosure in this news release. All samples were prepared and analyzed by the CIMM Peru S.A. laboratory in Lima, Peru, an ISO-accredited laboratory. Standard reference materials, blanks and field duplicate samples were inserted prior to the shipment from site to monitor the quality control of analytical data.

Sinchao Metals Corp. owns 100% interest in the Sinchao Property, which is located in Cajamarca Province, Northern Peru, and 30 kilometres from Yanacocha, the largest gold mine in South America.

On behalf of Sinchao Metals Corp.

“Andrew W. Gourlay”

Andrew W. Gourlay, P. Geol.
President

About Sinchao Metals Corp:

Sinchao Metals Corp. (TSX.V:SMZ) is focused on the exploration and development of the Sinchao property, located in Cajamarca province in Northern Peru, 30 kilometres from Yanacocha, the largest gold mine in South America. The company is dedicated to creating value for its shareholders by pursuing growth, expansion and enhancement of the Sinchao property. For further information please contact the Company at (604) 681-6186 or toll free: 1-888-356-4784. Visit the company website at www.sinchaometals.com