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NEWS RELEASE

TSX.V-SMZ

March 3, 2008

SINCHAO METALS ANNOUNCES THIRD QUARTER FINANCIAL AND OPERATING RESULTS

VANCOUVER, BRITISH COLUMBIA-Sinchao Metals Corp. (TSX.V-SMZ)-(all figures in Canadian dollars, unless otherwise noted)

Sinchao Metals Corp. is an exploration and development company focused on the Sinchao polymetallic project in Peru. Today it reports interim results for the 3 months ended December 31, 2007.

Highlights:

Financial

- Loss for the quarter was \$584,366 compared to a net loss of \$139,095 for the same quarter in 2006 and loss per share of \$0.010 compared to \$0.003 net loss per share in 2006. The increased net loss in the quarter compared to the prior year was due to increases in professional fees and stock-based compensation charges, along with fluctuation in exchange rates and the resulting increase in the foreign exchange loss.
- Net proceeds from the issuance of shares during the quarter ended December 31, 2007 were \$6'234,436 compared to \$634,872 in 2006.

Operational

- Drill program continued and an estimation of inferred resources is expected upon completion.
- Drill Hole SDH-11 intersected 194 m grading 0.43% Copper and 0.69 g/t Gold in the Breccia Zone.
- Further results for Drill Hole SDH-11: total intersection of 322.7 metres grades 0.27% copper, 0.36 g/t gold and 9.59 g/t silver.

“We are pleased with the success of our drill program to date,” stated President Andrew Gourlay, “and we look forward to continuing our exploration in 2008.”

The complete Management Discussion and Analysis and Financial Statements will be filed at www.sedar.com. For further information call (604) 681-6186 or toll free: 1-888-356-4784 or visit our website at www.smzmetals.com.

Andrew Gourlay, P. Geol., President of Sinchao Metals Corp. is the Qualified Person for the technical disclosure in this news release.

On behalf of Sinchao Metals Corp;

“Andrew W. Gourlay”

Andrew W. Gourlay, P. Geol.

President

About Sinchoa Metals Corp:

Sinchoa Metals Corp. (TSX.V:SMZ) is focused on the exploration and development of the Sinchoa 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 Sinchoa 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

This news release may contain forward-looking information within the meaning of the Securities Act (Ontario) ("forward-looking statements"). Such forward-looking statements may include the Company's plans for its mineral projects, the overall economic potential of its properties, the availability of adequate financing and involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements expressed or implied by such forward-looking statements to be materially different. Such factors include, among others, risks and uncertainties relating to potential political risks involving the Company's operations in a foreign jurisdiction, uncertainty of production and costs estimates and the potential for unexpected costs and expenses, physical risks inherent in mining operations, currency fluctuations, fluctuations in the price of gold and other metals, completion of economic evaluations, changes in project parameters as plans continue to be refined, the inability or failure to obtain adequate financing on a timely basis, and other risks and uncertainties, including those described in the Company's Financial Statements, Management Discussion and Analysis and Material Change Reports filed with the Canadian Securities Administrators and available at www.sedar.com.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release.

SINCHAO METALS CORP.
(An Exploration Stage Company)

INTERIM CONSOLIDATED BALANCE SHEETS
(Expressed in Canadian Dollars, except where noted)

	December 31 2007	March 31 2007
	(unaudited)	(audited)
	\$	\$
ASSETS		
Current		
Cash and cash equivalents	4,473,727	137,441
Accounts receivable	48,035	16,422
Due from related parties (Note 7)	416,347	366,533
Prepaid expenses	<u>79,589</u>	<u>45,589</u>
	5,017,698	565,985
Mineral properties (Note 3)	24,165,701	22,202,906
Equipment (Note 4)	<u>69,255</u>	<u>17,184</u>
	<u>29,252,654</u>	<u>22,786,075</u>
LIABILITIES		
Current		
Accounts payable and accrued liabilities	50,093	181,460
Due to related parties (Note 7)	<u>329,219</u>	<u>298,214</u>
	379,312	479,674
Future income tax liabilities	<u>5,057,959</u>	<u>5,723,679</u>
	5,437,271	6,203,353
SHAREHOLDERS' EQUITY		
Share capital (Note 5)	23,676,074	17,317,558
Contributed surplus (Note 6)	2,249,241	633,412
Deficit	<u>(2,109,932)</u>	<u>(1,368,248)</u>
	<u>23,815,383</u>	<u>16,582,722</u>
	<u>29,252,654</u>	<u>22,786,075</u>
Subsequent events (Note 10)		

"ANDREW GOURLAY"
DIRECTOR

"BRYAN MORRIS"
DIRECTOR

The accompanying notes are an integral part of these interim consolidated financial statements.

SINCHAO METALS CORP.
(An Exploration Stage Company)

**INTERIM CONSOLIDATED STATEMENTS OF OPERATIONS,
COMPREHENSIVE INCOME (LOSS) AND DEFICIT**
(unaudited)
(Expressed in Canadian Dollars, except where noted)

	Three Months		Nine months	
	Ended		Ended	
	December 31		December 31	
	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>
OPERATING EXPENSES				
Administrative and management services	103,578	107,556	270,044	260,736
Investor relations	39,496	29,544	120,615	32,797
Office salaries and sundry	6,833	14,617	31,866	16,974
Professional fees	74,483	401	100,575	50,123
Stock based compensation (Note 5(f))	212,743	-	857,689	-
Depreciation	1,293	206	1,909	280
	<u>438,426</u>	<u>152,324</u>	<u>1,382,698</u>	<u>360,910</u>
LOSS BEFORE OTHER ITEMS	(438,426)	(152,324)	(1,382,698)	(360,910)
OTHER INCOME (EXPENSE)				
Interest and other income	11,422	5,155	14,088	17,818
Bank charges and interest	(3,246)	(5,427)	(10,233)	(5,707)
Foreign exchange gain (loss)	(154,116)	13,501	637,159	8,176
	<u>(145,940)</u>	<u>13,229</u>	<u>641,014</u>	<u>20,287</u>
NET INCOME (LOSS) AND COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	(584,366)	(139,095)	(741,684)	(340,623)
DEFICIT - BEGINNING OF PERIOD	(1,525,566)	(201,528)	(1,368,248)	-
DEFICIT - END OF PERIOD	(2,109,932)	(340,623)	(2,109,932)	(340,623)
PER SHARE INFORMATION				
Weighted average number of common shares outstanding (basic and diluted)	<u>59,613,814</u>	<u>47,548,261</u>	<u>55,596,517</u>	<u>28,691,014</u>
Net income (loss) per common share (basic and diluted)	<u>(0.010)</u>	<u>(0.003)</u>	<u>(0.013)</u>	<u>(0.012)</u>

The accompanying notes are an integral part of these interim consolidated financial statements.

SINCHAO METALS CORP.
(An Exploration Stage Company)

INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS
(Expressed in Canadian Dollars, except where noted)

	Three Months		Nine months	
	Ended		Ended	
	December 31		December 31	
	2007	2006	2007	2006
	\$	\$	\$	\$
CASH PROVIDED FROM (USED FOR):				
OPERATING ACTIVITIES				
Net income (loss) for the period	(584,366)	(139,095)	(741,684)	(340,623)
Adjustments for items not affecting cash:				
Stock based compensation	212,743	-	857,689	-
Unrealized foreign exchange (gain) loss related to future income tax liability	87,754	(13,501)	(665,720)	(8,176)
Depreciation	1,293	206	1,909	280
	(282,576)	(152,390)	(547,806)	(348,519)
Net changes in non-cash working capital items:				
Accounts receivable	(24,083)	(114,238)	(31,613)	(228,772)
Due from related parties	(463,182)	-	(18,809)	-
Prepaid expenses	(4,889)	15,649	(34,000)	(29,813)
Accounts payable	(339,231)	(25,319)	(131,367)	114,440
	(1,113,961)	(276,298)	(763,595)	(492,664)
INVESTING ACTIVITIES				
Expenditures on mineral properties	(586,992)	(551,911)	(1,765,275)	(1,514,930)
Equipment	(47,915)	-	(53,980)	(17,854)
	(634,907)	(551,911)	(1,819,255)	(1,532,784)
FINANCING ACTIVITIES				
Common shares issued for cash	6,234,436	634,872	6,946,936	3,637,974
Share issue costs	(27,800)	(298,400)	(27,800)	(662,161)
Reorganization costs	-	(114,609)	-	(114,609)
	6,206,636	221,863	6,919,136	2,861,204
INCREASE (DECREASE) IN CASH AND CASH				
EQUIVALENTS DURING THE PERIOD				
	4,457,768	(606,346)	4,336,286	835,756
CASH AND CASH EQUIVALENTS - BEGINNING				
OF PERIOD				
	15,959	1,442,102	137,441	-
CASH AND CASH EQUIVALENTS - END				
OF PERIOD				
	4,473,727	835,756	4,473,727	835,756

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