



Suite 355-601 West Cordova Street | Vancouver, BC Canada V6B 1G1 | Tel: 604.681.6186 | Fax: 604.681.3652 | [www.sinchaometals.com](http://www.sinchaometals.com)

January 9, 2007

### **Sinchao Metals Corp. Expands High Grade Zinc Discovery on the Sinchao Property, Peru**

Sinchao Metals Corp. (TSX.V-SMZ) is pleased to announce the results of recent surface sampling of the Skarn Zone at the Sinchao Property. The sampling has significantly expanded the area of mineralization. Grab samples of massive sphalerite, galena and pyrite were collected from float, outcrop, and dumps from old workings, hosted by skarn and altered limestone.

Sixty-four samples of skarn mineralization returned average values of 14.27% Zinc, 2.40% Lead, 1.87 g/t Gold, 85.04 g/t Silver and 1.40% Copper. (See Table 1)

The samples were collected along a northwest-southeast trending skarn zone over a strike length of approximately 1,500 metres, which remains open in both directions. The high-grade mineralization is associated with a chargeability anomaly that extends approximately 500 metres to the northwest of the area sampled.

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 Zinc-Copper Skarn Deposit, located approximately 250 kilometres to the southeast.

This significant discovery confirms that the Sinchao Property has the potential to host large tonnage, high-grade zinc mineralization. The high-grade mineralization within the Skarn Zone will be followed-up with additional surface sampling and drill testing. The Skarn Zone is one of four distinct mineralized systems recognized on the Sinchao Property.

Andrew Gourlay, P. Geol., President of Sinchao Metals Corp., 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, blank and field duplicate samples were inserted prior to the shipment from site to monitor the quality control of analytical data.

On behalf of Sinchao Metals Corp;

“Andrew W. Gourlay, P. Geol.”  
Andrew W. Gourlay, P. Geol.  
President

#### About Sinchao Metals Corp:

Sinchao Metals Corp. 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](http://www.sinchaometals.com)

Table 1: Skarn Samples

Sample No.	Au g/t	Ag ppm	Cu ppm	Pb ppm	Zn ppm
169001	0.68	39.0	3,400	3,200	311,600
169002	0.53	16.0	1,900	2,400	120,200
169003	0.703	29.0	4,200	3,000	290,600
169004	2.666	147.0	-	104,800	165,800
169851	14.24	255.7	925	154,400	48,800
147	0.066	5.3	588	763	2,809
156	0.91	23.2	1,358	8,626	58,800
157	0.37	23.7	898	4,742	21,100
158	0.87	32.0	295	1,778	15,900
159	0.082	8.5	562	963	2,369
172	6.33	116.0	1,852	102,200	102,800
173	2.69	539	2,194	226,200	66,900
174	7.03	103.0	2,828	63,800	109,100
175	4.54	156	2,295	95,400	106,900
176	0.13	141	103,400	539	1,035
180	6.04	113	2,238	75,700	132,200
181	5.30	99.9	1,306	97,300	139,600
182	2.71	14.3	1,464	1,189	405,200
183	1.82	12.7	1,702	727	393,900
184	1.35	11.9	1,345	682	343,400
186	1.15	15.7	1,265	1,141	497,600
188	4.19	256	3,403	101,600	123,300
189	3.38	99.2	1,165	90,300	148,100
192	0.94	39.1	7,743	1,723	3,868
193	0.62	98.3	29,700	346	670

194	0.12	110.0	80,900	325	758
195	1.96	15.7	1,889	727	349,700
196	0.81	10.7	1,426	717	482,600
197	2.10	21.2	2,079	1,249	429,100
198	2.40	28.4	1,273	1,641	437,900
199	0.009	0.9	32	75	1,693
200	0.90	13.4	1,441	728	430,300
201	0.81	47.5	3,724	2,315	203,000
202	0.65	19.8	2,916	1,591	203,100
203	0.75	43.7	4,383	2,694	232,600
204	0.81	79.1	5,139	3,582	317,200
211	1.03	24.9	2,251	2,665	279,700
212	0.78	33.6	3,806	2,512	347,600
213	0.94	35.5	3,040	2,588	301,000
357	8.5	211	4,963	800	15,500
358	5.43	67.5	5,191	1,212	11,900
359	2.72	429	57,300	27,900	120,200
360	2.29	382	46,300	52,500	124,800
364	1.69	331	39,200	29,500	192,900
365	1.89	259	40,500	39,000	124,400
366	0.18	5.7	179	3,226	12,700
367	0.046	5.0	328	1,054	18,100
166	0.19	29.9	7,730	3,179	26,000
008	0.84	67.4	47,600	3,494	16,500
013	0.060	4.7	31,800	454	12,600
016	0.11	54.4	155,000	1,313	16,500
029	0.74	39.0	41,000	2,215	66,000

057	0.62	44.2	22,500	3,481	34,300
071	0.77	48.7	11,600	25,000	25,000
095	3.23	52.9	312	19,000	20,500
113	0.59	187	6,914	9,678	79,300
139	2.76	356	12,500	120,200	55,600
214	1.05	121	9,033	3,052	356,100
018	1.27	20.8	1,823	512	70,600
060	0.69	59.5	44,400	14,600	51,100
119	0.048	3.9	1,631	744	14,800
1001	0.32	6.1	44	3,374	13,500
1003	0.036	1.4	17,500	621	13,700
1007	0.36	7.8	136	5,306	13,600

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