

News Release

Schedule "A"

SOUTH AMERICAN GOLD AND COPPER COMPANY LIMITED

Registered Office
100 WELLINGTON STREET, SUITE 500
TORONTO, ONTARIO M5K 1H1

New York Representative Office
420 MADISON AVENUE
NEW YORK, NEW YORK 10017

For further information, contact:
Stephen W. Houghton,
President and CEO

Telephone: (212) 751-0083

Website: www.sagc.com

Not to be distributed or disseminated in the U.S.

FOR IMMEDIATE RELEASE – May 9, 2007

South American Gold and Copper Company Limited Announces Cancellation of its Financial Advisory Agreement with PM Holdings Ltd. and the Continuance of the Corporation into Canada.

Toronto, Canada, South American Gold and Copper Company Limited (the "Company" or the "Corporation"), (TSX: SAG) announced today that effective April 30, 2007, under the terms of the agreement, it has elected not to renew its Financial Advisory Agreement with PM Holdings Ltd., a Turks and Caicos Company.

The Company also announced that it has received its Certificate of Continuance under the Canada Business Corporation Act.

South American Gold and Copper Company Limited is a minerals producing, exploration and development company with properties and activities currently focused in Chile.

FORWARD-LOOKING STATEMENTS: This news release contains certain "forward-looking statements" within the meaning of Section 21E of the United States Securities Exchange Act of 1934, as amended. Except for statements of historical fact relating to the company, certain information contained herein constitutes forward-looking statements. Forward-looking statements are frequently characterized by words such as "plan," "expect," "project," "intend," "believe," "anticipate", "estimate" and other similar words, or statements that certain events or conditions "may" or "will" occur. Forward-looking statements are based on the opinions and estimates of management at the date the statements are made, and are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking statements. These factors include the inherent risks involved in the exploration and development of mineral properties, the uncertainties involved in interpreting drilling results and other ecological data, fluctuating metal prices, the possibility of project cost overruns or unanticipated costs and expenses, uncertainties relating to the availability and costs of financing needed in the future and other factors. The Company undertakes no obligation to update forward looking statements if circumstances or management's estimates or opinions should change. The reader is cautioned not to place undue reliance on forward-looking statements.