MANAGEMENT'S DISCUSSION & ANALYSIS

For the quarter ended June 30, 2006

The following Management's Discussion and Analysis is prepared as of August 20, 2006 and should be read in conjunction with the unaudited consolidated financial statements for the quarter ended June 30, 2006. Wescan Goldfields Inc. ("Wescan" or "the Company") prepares its financial statements in accordance with Canadian generally accepted accounting principles ("GAAP"). All amounts are reported in Canadian dollars unless otherwise indicated.

Overview

During the second quarter of 2006, Wescan continued working on its expanded uranium land holdings in the Athabasca Basin region in northern Saskatchewan, resumed drilling on its Fork Lake gold property in northern Saskatchewan, and evaluated other potential opportunities nationally and internationally. In addition, the Company announced its graduation to Tier 1 on the TSX Venture Exchange.

Athabasca Basin Properties

The Wescan-Santoy Joint Venture completed a helicopter-borne time domain electromagnetic survey of the Black Lake block (Fir Island project) and an airborne magnetic and MEGATEM survey of the Hozempa Lake, Pattyson Lake-Umpherville Lake, Dowler Lake and Richards Lake blocks. Mr. R. Tykajlo, a contract geophysicist engaged by Santoy Resources Ltd. ("Santoy") (the operator) is supervising a geophysical interpretation. Santoy will design and manage a follow up surface exploration program based on Mr. R. Tykajlo's interpretations.

Fork Lake Property

During the second quarter of 2006 Wescan drill-tested the continuation of the Deep Jasper (DJ) and Roxy zones to the north-east boundary of the property. Three holes were also drilled to test the continuation of the JN-Footwall and JN-East zones to a greater depth. The drill is now testing the continuation of the Boulder zone intersected earlier this year by drill hole DL-06-03 that produced encouraging results of 12.07 grams/tonne over 1 meter down hole.

Graduation to Tier 1 of the TSX Venture Exchange

On May 18, 2006 the Company announced that its application to the TSX Venture Exchange (the "Exchange") for graduation from Tier 2 to Tier 1 had been accepted.

Highlights

Selected financial information of the Company for the quarters ended June 30, 2006 and 2005 as well as for the six-month periods ended June 30, 2006 and 2005 is as follows:

	Three Months Ended June 30, 2006 $	Three Months Ended June 30, 2005 $	Six Months Ended June 30, 2006 $	Six Months Ended June 30, 2005 $
Revenues	53,417	15,474	105,892	28,341
Net income (loss)	(272,672)	(179,834)	(125,956)	69,620
Net income (loss) per share (1)	(0.01)	(0.01)	0.00	0.00
Cash from operations	(265,814)	(101,407)	(399,338)	(221,896)
Working capital	4,726,778	2,555,682	4,726,778	2,555,682

(1) Basic and diluted.

Second Quarter

Results of Operations

For the quarter ended June 30, 2006, the Company recorded a net loss of $272,672 ($0.01 per share) compared to a net loss of $179,834 ($0.01 per share) for the same period in 2005. The difference between the quarter ended June 30, 2006 and 2005 is predominately related to the additional professional fees incurred on the creation of a subsidiary company and certain due diligence expenditures on potential properties evaluated during the second quarter of 2006.

Revenues

For the quarter ended June 30, 2006 the Company reported interest revenue of $53,417 as compared to $15,474 for the quarter ended June 30, 2005. The $53,417 in revenue is the result of rising interest rates while having surplus cash for investing.

Expenses

Total operating costs for the quarter ended June 30, 2006 equaled $427,089 compared to $195,308 for the quarter ended June 30, 2005. This represents an increase of $231,781 or 119%. Administration expense increased $50,641 from $152,421 in the second quarter of 2005 to $203,062 for the quarter ended June 30, 2006. The increase in expenditures predominately related to an increase in personnel costs and additional office space requirements. Consulting fees increased $15,868 from $29,425 in the second quarter of 2005 to $45,293 in the second quarter of 2006 and is due to a corporate compensation review. Finally, professional fees increased from $11,096 for the second quarter of 2005 to $167,632 for the corresponding quarter in 2006. The expense in the second quarter of 2006 was primarily related to professional fees associated with the establishment of a subsidiary and its associated due diligence costs on potential new properties.

Investing

Mineral properties additions totaled $738,022 this quarter compared to $199,487 for the quarter ended June 30, 2005. The additions in the second quarter of 2006 relate to continued drilling on the Fork Lake property that resumed on May 4, 2006, surveying costs related to the Company's 50% interest of its uranium claims in northern Saskatchewan and additional staking done in the Limestone Lake area.

Financing

During the quarter ended June 30, 2006, the Company issued an additional 518,700 common shares from the exercise of warrants, broker warrants and options for gross proceeds of $199,415.

Year to Date

Results of Operations

For the six-month period ended June 30, 2006, the Company recorded a net loss of $125,956 ($0.00 per share) compared to net income of $69,920 ($0.00 per share) for the same period in 2005. The loss for the period ended June 30, 2006 was mitigated by non-cash income tax recoveries of $348,000 (2005 - $329,688). The income tax recovery is the result of the Company having unrecorded loss carryforwards and tax pools in excess of the future income tax liabilities created upon the renunciation of flow-through expenditures to investors during the period. Without the income tax recovery the loss for the six-month period would have been $473,956 (2005 - $259,768). The primary difference from 2005 to 2006 relates to increased professional fees due to the establishment of a subsidiary, increased due diligence activities and increased administration costs over the same period of 2005.

Revenues

For the six-month period ended June 30, 2006 the Company reported interest revenue of $105,892 as compared to $28,341 for the six-month period ended June 30, 2005. The $105,892 in revenue in the first two quarters of 2006 is the result of having surplus cash for investing.

Expenses

Total operating costs for the six-month period ended June 30, 2006 equaled $579,848 compared to $288,109 for the same period of 2005. This represents an increase of $291,739 or 101%. Administration expense increased $81,517 from $215,200 in the first six months of 2005 to $296,717 for the first six months of 2006. The increase is predominately related to an increase in personnel costs and additional office space requirements. Consulting fees increased by $28,450 over the same period last year and the increase is primarily due to a corporate compensation review. Finally, professional fees increased from $13,618 for the period ended June 30, 2005 to $178,748 for the corresponding period in 2006. The increase in expense in the first two quarters of 2006 was primarily related to professional fees associated with the establishment of a subsidiary and its associated due diligence costs on potential new properties.

Investing

Mineral properties additions totaled $1,951,836 for the first two quarters of 2006 compared to $280,650 for the first two quarters of 2005. The additions for the six-month period ended June 30, 2006 relate to the Company's advancement of its drilling program on the Fork Lake gold property, the acquisition of an additional 50% interest in 5 claims in the same area as the Company's previously acquired uranium interest in the Athabasca Basin region of northern Saskatchewan and additional staking performed in the Limestone Lake area. The additions for the six-month period ended June 30, 2005 relate to the acquisition of the original 50% interest in 7 uranium properties located in the Athabasca Basin and to the initial confirmation drill program for the Fork Lake property that began in April of 2005.

Financing

For the six-month period ended June 30, 2006 the Company issued an additional 2,817,874 common shares from the exercise of warrants, broker warrants and options for gross proceeds of $1,024,643 compared to gross proceeds of $904,373 over the same period in 2005.

Summary of Quarterly Results

Selected financial information of the Company for each of the last 8 fiscal quarters is as follows:

	2006		2005				2004	
	Qtr 2 $	Qtr 1 $	Qtr 4 $	Qtr 3 $	Qtr 2 $	Qtr 1 $	Qtr 4 $	Qtr 3 $
Revenues (1)	53,417	52,475	44,979	21,765	15,474	12,867	7,629	-
Net income (loss) (2)	(272,672)	146,716	(85,843)	(69,568)	(179,834)	249,754	(142,914)	49,227
Net income (loss)/share (3)	(0.01)	0.00	(0.00)	(0.00)	(0.01)	0.01	(0.01)	0.00
Capital expenditures (4)	781,588	1,225,172	523,911	378,637	232,967	81,163	16,682	-
Shares outstanding (5)	49,620,338	49,101,638	46,802,464	44,663,357	34,524,493	34,324,493	31,074,493	12,000,100

(1) The Company's revenues come from interest earned on cash balances as well as administration fees for acting as operator on certain joint ventures. The increasing trend related to revenue over the past 8 quarters is due to interest from the cash proceeds from equity offerings during 2004 and the first, third and fourth quarters of 2005; the proceeds of which have been invested in short-term instruments intended to maximize return while being readily available for ongoing operational and exploration activities.

(2) The reclassification of consulting and professional fees associated with the Initial Public Offering of the Company is the reason for the Company reporting income in the 3rd quarter of 2004. The larger losses in the second quarter of 2005 and the fourth quarter of 2004 resulted from both the fair-value of stock options granted during the quarters as well as increased administration fees associated with being a public company. First quarter income reported in 2005 and 2006 is predominately related to the income tax recovery as the result of the Company having unrecorded loss carryforwards and tax pools in excess of the future income tax liabilities created upon the renunciation of flow-through expenditures to investors during the respective quarters. Finally, the loss in the 2nd quarter of 2006 is primarily due to additional professional, administration and consulting fees incurred.

(3) Basic and diluted.

(4) The additions in the first quarter of 2005 related to the acquisition of a 50% interest in 7 uranium properties located in the Athabasca Basin region of northern Saskatchewan. The additions in the last 3 quarters of 2005 and the 1st quarter of 2006 are primarily due to exploratory drill programs at the Fork Lake property. The 1st quarter of 2006 also had expenditures related to the acquisition of a 50% interest in 5 additional uranium properties located in the same proximity of the properties acquired during 2005 as well as airborne geophysics survey costs related to the uranium claims. The additions in the second quarter of 2006 relate to continued drilling on the Fork Lake property that resumed on May 4, 2006, surveying costs related to the Company's 50% interest of its uranium claims in northern Saskatchewan and additional staking done in the Limestone Lake area.

(5) The Initial Public Offering of the Company was closed in the 4th quarter of 2004 and resulted in the issue of an additional 14,000,000 common shares. Private placements in late 2004 and in the 1st, 3rd and 4th quarters of 2005 as well as the exercise of warrants, broker warrants and options resulted in the remaining changes to the common shares issued and outstanding.

Liquidity & Financial Resources

The Company does not currently operate any producing properties and, as such, is dependent upon the issuance of new equity to finance its ongoing obligations and advance its exploration properties. Although the Company has been successful in the past in obtaining financing, there can be no assurance that the Company will be able to obtain adequate financing in the future or that the terms of such financing will be favorable. Failure to obtain such additional financing could result in delay or indefinite postponement of further exploration and development of its projects with the possible loss of such properties.

As at June 30, 2006, the Company has working capital of $4.7 million as compared to $6.1 million at December 31, 2005 and working capital of $2.6 million at June 30, 2005. As at August 17, 2006, the Company had a total of 49,620,338 common shares issued and outstanding. In addition, the Company had 1,934,801 warrants, 339,540 broker warrants and 3,350,000 options outstanding. In the event all warrants and options were exercised, the Company would be required to issue a further 5,624,341 common shares.

Accounting Estimates

A summary of the Company's significant accounting policies is contained in Note 2 of the audited financial statements for the years ended December 31, 2005 and 2004. The critical accounting estimate in determining the Company's financial results relates to the recoverability of the carried amounts of mineral properties. Management periodically assesses carrying values of non-producing properties. As at June 30, 2006, the Company has not yet determined whether any of its mineral properties contains economically recoverable reserves.

Related Party Transactions

During the six-month period ended June 30, 2006, management and consulting fees of $85,375 (2005 - $55,900) were paid to directors, officers and companies controlled by common directors; $85,375 (2005-$55,000) of these fees was included as consulting fees and $0 (2005 - $900) was included as administration expense. The fair-value of stock-based compensation for the six month period ended June 30, 2006 related to directors and officers was $274,450 (2005 - $73,300). Of this amount $48,029 (2005 – $73,300) was expensed, while the remainder of the fair-value will be recognized over the corresponding vesting periods.

During the six-month period ended June 30, 2006, the Company was charged $210,043 (2005 - $18,000) from Shore Gold Inc. for management services, office space and equipment leases.

As at June 30, 2006 Shore Gold Inc. holds 8,474,086 common shares of the Company representing a 17.1% (2005 – 24.5%) interest in the Company.

The above transactions were in the normal course of operations and are measured at the exchange amount, which is the amount of consideration established and agreed to by the related parties. The fair-value of stock-based compensation was determined using the Black-Scholes model.

Outlook

As at August 17, 2006, the Company has $4.7 million in cash and cash equivalents that will partially be used to complete future drill programs on the Fork Lake gold property, fund its 50% share of future exploration programs on the Company's uranium interests and continue exploring potential mineral properties in Canada and internationally. The Company will spend a minimum of $2.5 million on exploration programs on the Company's gold and uranium properties during 2006 to fulfill its flow-through expenditure requirements. Surplus cash will be used for future drill programs, general corporate matters and other opportunities as they may arise.

Caution Regarding Forward-looking Information

From time to time, Wescan makes written or oral forward-looking statements within the meaning of certain securities laws, including the "safe harbour" provisions of the Ontario Securities Act. Wescan may make such statements in this MD&A, in other filings with Canadian regulators, in reports to shareholders or in other communications. These forward-looking statements include, among others, statements with respect to Wescan's objectives for the ensuing year, our medium and long-term goals, and strategies to achieve those objectives and goals, as well as statements with respect to our beliefs, plans, objectives, expectations, anticipations, estimates and intentions. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," and words and expressions of similar import are intended to identify forward-looking statements. In particular, statements regarding Wescan's future operations, future exploration and development activities or other development plans contain forward-looking statements.

All forward-looking statements and information are based on Wescan's current beliefs as well as assumptions made by and information currently available to Wescan concerning anticipated financial performance, business prospects, strategies, regulatory developments, development plans, exploration, development and mining activities and commitments. Although management considers these assumptions to be reasonable based on information currently available to it, they may prove to be incorrect.

By their very nature, forward-looking statements involve inherent risks and uncertainties, both general and specific, and risks exist that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution readers not to place undue reliance on these statements as a number of important factors could cause the actual results to differ materially from the beliefs, plans, objectives, expectations, anticipations, estimates and intentions expressed in such forward-looking statements. These factors include, but are not limited to, developments in world gold markets, risks relating to fluctuations in the Canadian dollar and other currencies relative to the US dollar, changes in exploration, development or mining plans due to exploration results and changing budget priorities of Wescan or its joint venture partners; the effects of competition in the markets in which Wescan operates; the impact of changes in the laws and regulations regulating mining exploration and development; judicial or regulatory judgments and legal proceedings; operational and infrastructure risks and the additional risks described in Wescan's most recently filed annual and interim MD&A and Wescan's anticipation of and success in managing the foregoing risks.

Wescan cautions that the foregoing list of factors that may affect future results is not exhaustive. When relying on our forward-looking statements to make decisions with respect to Wescan, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Wescan does not undertake to update any forward-looking statement, whether written or oral, that may be made from time to time by Wescan or on our behalf.

Further information relating to the Company has been filed on SEDAR and may be viewed at www.sedar.com.