WESCAN GOLDFIELDS INC.
(A Development Stage Entity)
Unaudited Interim Consolidated Financial Statements

For the Nine-Month Period Ended
September 30, 2006

Notice to Reader

Management has compiled the unaudited consolidated financial statements of Wescan Goldfields Inc. for the nine-month period ended September 30, 2006. The Corporation's external auditors have not reviewed these statements.

Wescan Goldfields Inc.
(A Development Stage Entity)
Consolidated Balance Sheets

	September 30, 2006	December 31, 2005
Assets		
Current assets:		
Cash	$ 165,584	$ 338,449
Short-term investments	4,201,841	5,893,010
Receivables	65,025	127,547
Prepaids	24,763	10,230
	4,457,213	6,369,236
Mineral properties (note 3)	4,002,282	1,419,206
Equipment	112,255	60,499
	$ 8,571,750	$ 7,848,941
Liabilities & Shareholders Equity (Deficiency)		
Current liabilities:		
Payables and accrued liabilities	$ 587,578	$ 276,716
Future income tax liability	501,000	-
Shareholders equity (deficiency):		
Share capital (note 4 & 6)	7,813,883	7,749,253
Contributed surplus (note 4)	393,306	245,016
Deficit	(724,017)	(422,044)
	7,483,172	7,572,225
Subsequent event (note 7)		
	$ 8,571,750	$ 7,848,941

Wescan Goldfields Inc.

(A Development Stage Entity)

Consolidated Statements of Income and Deficit

	Three Months Ended September 30, 2006	Three Months Ended September 30, 2005	Nine Months Ended September 30, 2006	Nine Months Ended September 30, 2005
Income				
Interest	$ 51,228	$ 15,808	$ 157,120	$ 44,149
Administration fees	-	5,957	-	5,957
	51,228	21,765	157,120	50,106
Expenses				
Administration	$ 323,167	$ 40,728	$ 619,884	$ 255,928
Consulting fees	28,765	28,750	114,140	85,675
Professional fees	49,511	8,084	228,259	21,702
Amortization	11,802	13,771	30,810	16,137
	$ 413,245	$ 91,333	$ 993,093	$ 379,442
Loss before the undernoted items	$ (362,017)	$ (69,568)	$ (835,973)	$ (329,336)
Income tax recovery (note 6)	186,000	-	534,000	329,688
Net income (loss)	$ (176,017)	$ (69,568)	$ (301,973)	$ 352
Deficit, beginning of period	(548,000)	(266,633)	(422,044)	(336,553)
Deficit, end of period	$ (724,017)	$ (336,201)	$ (724,017)	$ (336,201)
Net income (loss) per share				
Basic and diluted	(0.00)	(0.00)	(0.01)	0.00
Weighted average number of shares outstanding	49,620,640	36,606,757	48,950,573	34,485,183

Wescan Goldfields Inc.

(A Development Stage Entity)

Consolidated Statements of Cash Flows

	Three Months Ended September 30, 2006	Three Months Ended September 30, 2005	Nine Months Ended September 30, 2006	Nine Months Ended September 30, 2005
Cash provided by (used in):				
Operations:				
Net income (loss)	$ (176,017)	$ (69,568)	$ (301,973)	$ 352
Non-cash item:				
Amortization	11,802	13,771	30,810	16,137
Fair value of stock options vested	116,363	-	187,686	102,450
Income tax recovery	(186,000)	-	(534,000)	(329,688)
Net change in non-cash operating working capital items:				
Receivables	72,171	(92,737)	37,513	(118,278)
Prepaids	(11,555)	(941)	(14,533)	(7,131)
Payables and accrued liabilities	324,704	167,056	346,627	131,843
	$ 151,468	$ 17,581	$ (247,870)	$ (204,315)
Investing:				
Additions to mineral properties	$ (599,429)	$ (337,823)	$ (2,551,265)	$ (618,473)
Additions to equipment	(27,642)	(40,814)	(82,566)	(74,294)
Net change in non-cash investing working capital items:				
Receivables	48,115	-	25,009	-
Payables and accrued liabilities	(50,512)	(42,426)	(35,765)	28,390
	$ (629,468)	$ (421,063)	$ (2,644,587)	$ (664,377)
Financing:				
Issue of common shares (net of issue costs)	$ 3,780	$ 3,699,847	$ 1,028,423	$ 4,604,220
	$ 3,780	$ 3,699,847	$ 1,028,423	$ 4,604,220
Increase (decrease) in cash position	$ (474,220)	$ 3,296,365	$ (1,864,034)	$ 3,735,528
Cash position, beginning of period	4,841,645	2,856,347	6,231,459	2,146,121
Cash position, end of period	$ 4,367,425	$ 5,881,649	$ 4,367,425	$ 5,881,649
Cash position consists of:				
Cash	$ 165,584	$ 117,569	$ 165,584	$ 117,569
Short-term investments	4,201,841	5,764,080	4,201,841	5,764,080
	$ 4,367,425	$ 5,881,649	$ 4,367,425	$ 5,881,649

WESCAN GOLDFIELDS INC.
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Notes to the unaudited Consolidated Financial Statements (Quarters ended September 30, 2006 and 2005)

1. Nature of Operations

Wescan Goldfields Inc. was originally incorporated as Shore Resources Inc. under the Business Corporations Act of Alberta on January 17, 2003 and by amended articles dated April 2, 2004 changed its name to Wescan Goldfields Inc. ("Wescan"). Substantially all of the Company's efforts and its subsidiary are directed to the exploration and development of its mineral properties and is therefore, considered to be in the development stage with respect to its current mineral property holdings.

2. General

These unaudited consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles and follow the same accounting principles and methods of application as the most recent annual audited financial statements. These unaudited consolidated financial statements should be read in conjunction with the Company's annual audited financial statements included in the 2005 annual report.

3. Mineral Properties

	Gold				Uranium	
	Fork Lake/ Jasper/ Tamar	Munro	Jojay	Limestone Lake	Athabasca Basin Properties	Total
Balance - December 31, 2005	$ 1,227,045	$ 69,561	$ 45,704	$ 11,547	$ 65,349	$ 1,419,206
Acquisition & staking	-	-	20,415	37,921	20,855	79,191
Consulting/Personnel	168,342	-	-	-	-	168,342
Drilling	1,838,108	-	-	-	-	1,838,108
Surveying	-	-	-	-	265,161	265,161
Other	231,763	280	-	231	-	232,274
Balance -September 30, 2006	$ 3,465,258	$ 69,841	$ 66,119	$ 49,699	$ 351,365	$ 4,002,282

The Company has not yet determined whether any of its mineral properties contain economically recoverable reserves. Amounts capitalized as mineral properties represent costs incurred to date, less write-downs and recoveries, and does not necessarily reflect present or future values.

a) Fork Lake/Jasper/Tamar

At September 30, 2006 the Company holds a 100% interest in the Fork/Jasper/Tamar property, consisting of certain mineral dispositions located approximately 130 kilometers northeast of La Ronge, Saskatchewan. The Company acquired this property in 2004 from its then parent company, Shore Gold Inc.

b) Munro

At September 30, 2006 the Company holds a 51% interest in the Munro property, consisting of certain mineral dispositions located approximately 128 kilometers northeast of La Ronge, Saskatchewan. The Company acquired this property interest from its then parent company, Shore Gold Inc. in 2004.

c) Jojay

At September 30, 2006 the Company holds a 25% interest in the Jojay property, consisting of certain mineral dispositions located approximately 150 kilometers northeast of La Ronge, Saskatchewan. The Company acquired the original property interest in 2004 from its then parent company, Shore Gold Inc. On October 24, 2006, the Company acquired the remaining 75% from Claude Resources Inc. to bring its total interest in the property to 100% (see note 7).

d) Limestone Lake

In 2005 and the second quarter of 2006, the Company staked claims on the Limestone Lake gold property located 157 kilometers southeast of La Ronge, Saskatchewan.

e) Athabasca Basin Properties

In 2005, the Company acquired a 50% interest in seven uranium properties in or around the Athabasca basin in northern Saskatchewan. A 50% interest in five additional claims in the same area was added during the first quarter of 2006.

4. Share Capital

The authorized share capital of the Company consists of an unlimited number of common shares.

The common shares of the Company are entitled to dividends pro rated and, when declared by the Board of Directors, to one vote per share at meetings of the shareholders of Wescan Goldfields Inc. Upon dissolution or any other distribution of assets, the common shares are entitled to receive a pro rated share of such assets of the Company as are distributable to the holders of the common shares.

Issued and outstanding

	Common Shares	Warrants	Amount
Balance – December 31, 2005	46,802,464	4,298,814	$ 7,749,253
Warrants exercised/expired (a)	2,371,509	(4,298,814)	861,779
Broker warrants exercised (b)	154,765	-	100,922
Options exercised (c)	300,000	-	136,929
Issue costs	-	-	-
Future income taxes on renunciation of flow-through shares (note 6)	-	-	(1,035,000)
Balance – September 30, 2006	49,628,738	-	$ 7,813,883

a) Warrants

On certain issues of common shares, the Company has attached warrants to the common shares entitling the holder to acquire additional common shares of the Company. A summary of the outstanding warrants is as follows:

	Warrants	Average Price
Balance - December 31, 2005	4,298,814	$ 0.40
Granted	-	-
Exercised	(2,371,509)	0.36
Expired	(1,927,305)	0.45
Balance – September 30, 2006	-	$ -

b) Broker warrants

On certain issues of common shares, the Company granted broker warrants as partial consideration to the agent for services associated to the share issuance. Each broker warrant entitles the agent to acquire one common share of the Company for a period of 12 months from closing. A summary of the outstanding broker warrants is as follows:

	Warrants	Average Price
Balance - December 31, 2005	493,405	$ 0.45
Granted	-	-
Exercised	(154,765)	0.45
Expired	(338,640)	0.45
Balance – September 30, 2006	-	$ -

c) Share option plan

The Company has established a share option plan whereby options may be granted to directors, officers and key employees to purchase up to an aggregate of 10% of the issued and outstanding shares of the Company. Options granted have an exercise price of not less than the market price (on the date of grant) of the common shares on the stock exchange on which the shares are traded. Options granted vest six to twelve months after grant date and expire 5 years from the date of the grant of the options.

The fair value of stock options issued in the period was estimated using the Black-Scholes option-pricing model with the following assumptions: 5 year weighted average expected option life, no expected forfeiture rate, dividend yield of 0.0%, a volatility factor ranging from 35.16% - 38.29% (2005 – 72.8%) and a risk free rate ranging from 4.01% to 4.30% (2005 – 4.25%). During the quarter ended September 30, 2006, the Company granted 600,000 (2005 - 0) options to officers, directors, consultants and employees at a average strike price of $0.49 (2005 - $0). During the nine-month period ended September 30, 2006, the Company granted 2,550,000 (2005 – 300,000) options to officers, directors, consultants and employees at a average strike price of $0.61 (2005 - $0.37). The fair value in respect of stock options granted for the quarter ended September 30, 2006 was $88,100 (2005 - $0). The amount that vested during the quarter was $135,075 (2005 – $0). Of this amount $18,712 (2005 - $0) was capitalized as an addition to mineral properties and $116,363 (2005 - $0) was expensed. The fair value in respect of stock options issued for the nine-month period ended September 30, 2006 was $574,525 (2005 - $102,450). The amount that vested during the nine-month period was $219,497. Of this amount $31,811 (2005 – $0) was capitalized as an addition to mineral properties and $187,686 (2005 – $102,450) was expensed.

A summary of the outstanding options at September 30, 2006 is as follows:

	Options	Average Price
Balance – December 31, 2005	1,200,000	$ 0.32
Granted	2,550,000	0.61
Exercised	(300,000)	0.32
Balance – September 30, 2006	3,450,000	$ 0.55

d) Contributed surplus

The fair-value of stock options and broker warrants have been determined using the Black-Scholes option-pricing model. The fair-value on the grant of these securities has been added to contributed surplus. Upon exercise, the corresponding amount of contributed surplus related to the security is removed from contributed surplus and added to share capital. A summary of the contributed surplus activity is as follows:

	Amount
Balance – December 31, 2005	$ 245,016
Add: contributed surplus related to options vested	219,498
Less: contributed surplus related to options exercised	(39,930)
Less: contributed surplus related to broker warrants exercised	(31,278)
Balance – September 30, 2006	$ 393,306

5. Related party transactions

During the nine-month period ended September 30, 2006, management and consulting fees of $149,375 (2005 - $84,650) were paid to directors, officers and companies controlled by common directors; $95,375 (2005-$83,750) of these fees was included as consulting fees and $54,000 (2005 - $900) was included as administration expense. The fair-value of stock-based compensation for the nine-month period ended September 30, 2006 related to directors and officers was $362,550 (2005 - $73,300). Of this amount $130,111 (2005 – $73,300) was expensed, while the remainder of the fair-value will be recognized over the corresponding vesting periods.

During the nine-month period ended September 30, 2006, the Company was charged $319,689 (2005 - $37,000) from Shore Gold Inc. for management services, office space and equipment leases. Accounts payable includes $247,591 due to Shore Gold Inc. (2005 - $10,844).

As at September 30, 2006 Shore Gold Inc. holds 8,474,086 common shares of the Company representing a 17.1% (2005 – 19.0%) interest in the Company.

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

6. Income taxes

The Company finances a portion of its exploration activities through the issuance of flow-through shares. During the first quarter, the Company renounced the deductions to investors and accordingly recorded share issue costs related to the future tax liability of the temporary difference arising from the renunciation. As a result, share capital is reduced and future income tax liabilities are increased by the estimated tax benefits renounced by the Company to the investors of $1,035,000. To the extent the Company has unrecorded tax assets, the future income tax liabilities are reduced with a corresponding credit to income tax recovery. As a result of the Company generating income tax losses combined with the impact of the federal and provincial governments enacting decreased corporate tax rates, the Company has recorded a future income tax recovery of $534,000 for the nine-month period ended September 30, 2006.

To satisfy its commitments pursuant to the issuance of flow-through shares, The Company is required to incur and renounce $2,517,231 of qualifying exploration expenditures for tax purposes on or before December 31, 2006.

7. Subsequent event

On October 24, 2006 the Company completed and closed the purchase from Claude Resources Inc. of all their interest in the Jojay gold deposit. Pursuant to this transaction, Wescan acquired an additional 75% participating interest in the deposit, bringing its total participating interest in the property to 100%. The preliminary purchase price based on the fair value of shares issued on October 24, 2006 is $1,365,000.