

# WESCAN GOLDFIELDS INC.



**Stock Symbol: WGF: TSX-V**  
**WESCAN GOLDFIELDS INC.**

**November 29, 2007**  
**Saskatoon, Saskatchewan**

## **WESCAN GOLDFIELDS INC. ANNOUNCES THIRD QUARTER RESULTS**

Wescan Goldfields Inc. (“Wescan” or the “Company”) reports the unaudited results of Wescan’s operations for the quarter ended September 30, 2007 have been filed and may be viewed at [www.sedar.com](http://www.sedar.com). A summary of key financial and operating results for the quarter follows:

### ***Highlights***

- Continued uranium exploration in Athabasca Basin region.
- Announced commencement of drilling programs on its 100% owned Jojay and Fork Lake Projects in Northern Saskatchewan’s Greenstone Belt.
- Approval of a \$300,000 surface exploration program and budget for the Mud Lake property in the Beardmore-Geraldton Gold Belt.
- Successful completion of a non-brokered private placement of 3,888,750 flow-through shares resulting in a total of 62,983,916 issued and outstanding shares at September 30, 2007.
- Working capital of \$4.4 million at September 30, 2007.

### **Athabasca Basin Properties**

During the quarter, Wescan and its 50:50 joint venture partner and operator, Santoy Resources Ltd. reported on their uranium exploration joint venture in the Athabasca Basin in Northern Saskatchewan. The joint venture is comprised of six projects totaling 134,217 hectares (ha). A significant exploration plan and budget was approved by the joint venture for the current year, to ensure that the current land package was maintained in good standing. The planned field work program was initiated during the quarter including boulder, soil and lake sediment sampling on the properties and additional analysis of previous geophysics airborne surveys; the results of these surveys are still pending.

### **Fork Lake and Jojay Projects**

The Company announced the commencement of drilling programs on its 100% owned Jojay and Fork Lake gold projects in Northern Saskatchewan’s Greenstone Belt. Wescan awarded contracts to carry out drill programs valued at \$900,000 for the two projects with possible extensions to the contract based on the results of the initial phases of the drilling programs.

Drilling on the Fork Lake project will include the follow-up of targets identified from soil sampling and prospecting programs carried out during the summer of 2006 and 2007. An initial drill program of an estimated 2,500 meters will be carried out and additional holes may be added depending on the results of the initial program.

Drilling on Wescan's advanced stage Jojay project is planned for the fourth quarter of 2007, following completion of the drill program on the Company's Fork Lake project. An initial drill program of approximately 3,500 meters is planned for phase I with a possible extension to a phase II and phase III; it is anticipated that the drill program will extend into the first quarter of 2008. Wescan previously announced (Wescan News Release June 13, 2007) the award of a contract to a Saskatoon based consulting engineering firm (AMEC) to carry out a scoping study of the Jojay project to evaluate the economics of the project in anticipation of moving to an underground bulk sample phase and with the intention of completing a NI 43-101 compliant technical report and resource estimate. The initial drill program will be targeted as an infill program to assist in the completion of the resource estimate. The additional phases of the program will be focused on extending the resource to depth and testing for new areas of parallel zones of mineralization.

### **Mud Lake Option Agreement**

Wescan and Alto, announced the approval of a \$300,000 surface gold exploration program and budget for the Mud Lake property in the Beardmore-Geraldton Gold Belt. The program included mechanical stripping and trenching which was scheduled to start in mid-September followed by diamond drilling in October or early November.

In addition to the surface exploration program, Wescan and Alto also announced that a contract had been executed for diamond drilling on the Wescan-Alto Mud Lake property. The drill contract stipulates a minimum of 1,200 meters of drilling in 18 to 20 holes and the drilling is scheduled to start in November 2007. The Mud Lake property lies adjacent to the Hercules property where Kodiak Exploration Ltd. recently reported drilling results confirming significant gold mineralization, including 38.47 g/t gold across 1.6 m in drill core and 32.96 g/t gold across 11.6 m in surface channel samples (see Kodiak Exploration news release dated October 1, 2007).

Surface trenching, washing and sampling programs were completed in September in two areas along the main Mud Lake Shear (MLS) to fill gaps along strike between previously discovered gold showings. Samples from the trenched areas were delivered for analyses and results are expected within the next four to six weeks.

The November 2007 drilling will, in part follow-up on gold mineralization intersected at two of the three occurrences drilled previously and test for the first time, another three occurrences along the MLS which have yet to be drill tested. This work is part of a longer term strategy to evaluate each of the surface occurrences with diamond drilling and start to delineate in detail those that display continuity of mineralization and grade and show potential for the concentration of economic mineralization.

Wescan and Alto entered into an Option Agreement on the above Mud Lake property late in the second quarter of 2007. Under the terms of the Option Agreement, Wescan can earn 50% in the property by funding \$600,000 in exploration and issuing a total of

150,000 Wescan shares to Alto over two years. The surface trenching, washing and sampling and upcoming diamond drilling programs are funded by Wescan in accordance with the terms of the Option Agreement.

## Financing

On July 18, 2007, the Company completed a non-brokered private placement of 3,888,750 flow-through shares at a price of \$0.40 per share for gross proceeds of \$1,555,500. The Company paid finders fees equal to 5% of the gross proceeds raised by the finder under the offering and issued finder warrants equal to 5% of the gross proceeds sold by such finder pursuant to the offering.

## Quarter End Results

As at September 30, 2007, Wescan's cash balance, which included cash and short-term investments, totaled \$4.7 million. The Company recorded a net loss of \$197,915 (\$0.00 per share) compared to a net loss of \$176,017 (\$0.00 per share) for the same period in 2006. Wescan is an exploration company that normally has operating deficits.

## Year to Date Results

For the nine-month period ended September 30, 2007, the Company recorded a net loss of \$864,195 (\$0.01 per share) compared to a net loss of \$301,973 (\$0.01 per share) for the same period in 2006. The loss for the period ended September 30, 2007 was mitigated by non-cash income tax recoveries of \$237,500 (2006 - \$534,000). The income tax recovery is the result of the Company recording certain tax pools to the extent a future income tax liability was created upon the renunciation of flow-through expenditures. Without the income tax recovery the loss for the nine-month period would have been \$1,101,695 (2006 - \$835,973). The primary difference from 2006 to 2007 relates to increased administration costs over the same period of 2006.

## Selected financial highlights include:

| <b>Consolidated Balance Sheets</b> | <b>As at<br/>September 30,<br/>2007</b> | <b>As at<br/>December 31,<br/>2006</b> |
|------------------------------------|---|--|
| Current assets                     | \$ 4,809,681                            | \$ 5,333,315                           |
| Capital and other assets           | 7,304,282                               | 5,927,897                              |
| Current liabilities                | 423,803                                 | 155,034                                |
| Future income tax liability        | 131,000                                 | 402,000                                |
| Share capital                      | 12,701,688                              | 11,205,312                             |
| Contributed surplus                | 719,227                                 | 496,427                                |
| Deficit                            | 1,861,755                               | 997,561                                |

| <b>Consolidated Statements of Income (Loss)</b> | <b>Three months<br/>Ended<br/>September 30,<br/>2007</b> | <b>Three months<br/>Ended<br/>September 30,<br/>2006</b> | <b>Nine months<br/>Ended<br/>September 30,<br/>2007</b> | <b>Nine months<br/>Ended<br/>September 30,<br/>2006</b> |
|---|--|--|---|---|
| Interest Income                                 | \$ 51,023  | \$ 51,228  | \$ 139,842  | \$ 157,120  |
| Operating Expenses                              | 266,438  | 413,245  | 1,241,537   | 993,093   |
| Loss for the period before other items          | (215,415)  | (362,017)  | (1,101,695)   | (835,973)   |
| Net loss for the period                         | (197,915)  | (176,017)  | (864,195)   | (301,973)   |
| Loss per share                                  | (0.00)   | (0.00)   | (0.01)  | (0.01)  |

| <b>Consolidated Statements of Cash Flows</b> | <b>Three months Ended September 30, 2007</b> | <b>Three months Ended September 30, 2006</b> | <b>Nine months Ended September 30, 2007</b> | <b>Nine months Ended September 30, 2006</b> |
|--|--|--|---|---|
| Cash flows from operating activities         | \$ (115,498)                                 | \$ 158,644                                   | \$ (709,289)                                | \$ (247,870)                                |
| Cash flows from investing activities         | (544,138)                                    | (636,644)                                    | (1,253,003)                                 | (2,644,587)                                 |
| Cash flows from financing activities         | 1,451,189                                    | 3,780  | 1,451,189                                   | 1,028,423                                   |
| Increase (decrease) in cash position         | 791,553                                      | (474,220)                                    | (511,103)                                   | (1,864,034)                                 |
| Cash position – beginning of period          | 3,921,618                                    | 4,841,645                                    | 5,224,274                                   | 6,231,459                                   |
| Cash position – end of period                | 4,713,171                                    | 4,367,425                                    | 4,713,171                                   | 4,367,425                                   |

## ***Outlook***

As at November 22, 2007, the Company has \$4.6 million in cash and cash equivalents that will partially be used to continue exploration programs on the Jojay, Fork Lake, Mud Lake and other properties, fund its 50% share of future exploration programs on the Company's uranium property interests, and evaluate the potential for acquisition of more mineral properties in Canada and internationally.

## ***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 news release, 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.

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