

# WESCAN GOLDFIELDS INC.



## **Management's Discussion & Analysis September 30, 2009**

(A Development Stage Entity)

## MANAGEMENT'S DISCUSSION & ANALYSIS

The following Management's Discussion and Analysis ("MD&A") is prepared as of November 24, 2009 and should be read in conjunction with the unaudited consolidated financial statements for the quarter ended September 30, 2009, as well as the audited consolidated financial statements and annual MD&A for the year ended December 31, 2008 available on SEDAR at [www.sedar.com](http://www.sedar.com). 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 third quarter of 2009, Wescan completed an airborne geophysical survey (see Wescan News Release July 13, 2009) and announced the commencement of an extensive drill program on the Company's 100% owned Hudson Bay, Saskatchewan coal exploration project. (See Wescan News Release dated August 12, 2009) As well, Wescan successfully completed private placements of 2,749,756 flow-through common shares, 1,741,499 units and 870,749 warrants of the Corporation for gross proceeds of \$918,416 (see Wescan News Releases dated July 29 and September 4, 2009).

### Coal Projects

In the third quarter of 2009, Wescan completed a 2,000 line-kilometre GEOTEM Electromagnetic Magnetic airborne geophysical survey over its highly prospective Hudson Bay, Saskatchewan coal permits. The survey provided extensive magnetic and electromagnetic geophysical data over areas believed to be highly prospective for coal. The contract included a Broadband GEOTEM Electromagnetic/Magnetic survey as well as specialized geophysical processing and interpretation to identify coal bearing sub-basins. The GEOTEM survey aimed to delineate all potential sub-basins in the Devonian basement which are favorable for the hosting of coal in the overlying Cretaceous sediments.

Based on the results of the GEOTEM survey, the Company commenced drilling in August 2009 on certain targets identified on the Hudson Bay exploration project. Due to the potential shallow depth to coal within this northern block, Wescan initially explored a large block of coal permits, approximately 86 kilometres wide lying north of the Pasquia Hills. As well, a number of priority geophysical anomalies were identified within this northern block. These geophysical anomalies were interpreted to be very large, with some in excess of 15 kilometres in diameter. Wescan will explore for coal on two of its southern coal permit blocks, which have also been identified to potentially host numerous coal bearing sub-basins. The first phase of drilling will be extensive and will need to utilize helicopter support to maximize efficiency and reduce the impact to the environment. (See Wescan News Release dated August 12, 2009).



## Financial Highlights

Selected financial information of the Company for the quarters ended September 30, 2009 and 2008 as well as for the nine-month periods ended September 30, 2009 and 2008 is as follows:

	Three Months Ended September 30, 2009 \$	Three Months Ended September 30, 2008 \$	Nine Months Ended September 30, 2009 \$	Nine Months Ended September 30, 2008 \$
Revenues	9,677	28,590	19,052	75,990
Net loss & comprehensive loss	131,846	234,289	502,405	1,039,314
Net loss & comprehensive loss per share <sup>(1)</sup>	( 0.00)	(0.00)	(0.01)	(0.02)
Cash provided by (used in) operations	270,666	(457,149)	134,275	(926,920)
Working capital /(deficiency)	1,320,806	(56,730)	1,320,806	(56,730)

(1) Basic and diluted.

## Results of Operations for the Quarter

For the quarter ended September 30, 2009, the Company recorded a net loss of \$131,846 (\$0.00 per share) compared to a net loss of \$234,289 (\$0.00 per share) for the same period in 2008. The difference between the quarter ended September 30, 2009 and 2008 is the result of a reduction in virtually all expense categories and the Company no longer having rental income related to the Fork Lake property camp.

### *Revenues*

For the quarter ending September 30, 2009, the Company reported interest revenue and other income of \$9,677 as compared to \$28,590 for the quarter ending September 30, 2008. The overall reduction in revenue from the same period in 2008 is the result of the Company no longer having rental income related to the Fork Lake property camp and falling interest rates.

### *Expenses*

Total operating costs for the quarter ended September 30, 2009 equaled \$185,205 compared to \$344,779 for the quarter ended September 30, 2008. This represents a decrease of \$159,574 and is the result of reductions in almost all categories of expenditures. Administration expense decreased from \$299,283 in the third quarter of 2008 to \$137,348 for the quarter ended September 30, 2009. The \$161,935 decline is predominately related to a decrease in rent, investor relations and personnel costs during the third quarter of 2009 compared to 2008. Consulting fees remained relatively unchanged for the third quarter of 2009 compared to the corresponding quarter in 2008. Finally, professional fees increased from \$11,428 for the third quarter of 2008 to \$23,886 for the corresponding quarter in 2009. The larger expense in 2009 was primarily related to legal fees associated with an on-going statement of claim filed against the Company.



## ***Investing***

Mineral properties cash additions totaled \$1,053,495 this quarter compared to \$122,447 for the quarter ended September 30, 2008. The majority of these costs relate to a coal exploration program on the Company's 100% owned properties near Pinehouse Lake, and Hudson Bay, Saskatchewan. The majority of additions for the period ended September 30, 2008 were the result of the coal permit applications being converted into coal claims and related field reconnaissance work as well as the costs related to the summer line-cutting and soil geochemistry program on the Munro Lake joint-venture project.

## ***Financing***

In July 2009, the Company completed a private placement financing consisting of 2,749,756 common shares in the capital of the Corporation issued on a flow-through basis at a price of \$0.22 per flow-through share for gross proceeds of \$604,946. The proceeds will be used by Wescan to incur Canadian exploration expenses prior to December 31, 2010. (See Wescan News Releases dated July 29, 2009).

In September of 2009, the Company completed a non-brokered private placement for 1,741,499 units of the Corporation at a price of \$0.18 per unit, for gross proceeds of \$313,470. Each unit consisted of one common share issued on a non flow-through basis, and one half of one common share purchase warrant. The proceeds will be used by Wescan to incur exploration expenses and general working capital purposes. (See Wescan News Releases dated September 4, 2009).

The Company paid finders' fees equal to 7% of the gross proceeds raised by the finder under each of the offerings and issued broker warrants equal to 7% of the gross proceeds sold by such finder pursuant to the offerings.

No stock options or broker warrants were exercised during the quarter.

## **Year to Date**

### ***Results of Operations***

For the nine-month period ended September 30, 2009, the Company recorded a net loss of \$502,405 (\$0.01 per share) compared to a net loss of \$1,039,314 (\$0.02 per share) for the same period in 2008. The primary difference from 2009 to 2008 relates to a substantial decrease in administration costs over the same period of 2008. The 2008 administration costs include higher charges for the fair-value of stock options expensed during the period, increased personnel costs and higher charges from rent, investor relations activities and travel.



## ***Revenues***

For the nine-month period ended September 30, 2009 the Company reported interest and other income of \$19,052 as compared to \$75,990 for the nine-month period ended September 30, 2008. The overall reduction in revenue from the same period in 2008 is the result of the Company no longer having rental income related to the Fork Lake property camp and declining interest rates.

## ***Expenses***

Total operating costs for the nine-month period ended September 30, 2009 equaled \$731,430 compared to \$1,331,704 for the same period of 2008. Administration expense decreased \$564,272 from \$1,200,310 in the first nine months of 2008 to \$636,038 for the first nine months of 2009. The decrease is predominately related to a reduction in personnel costs, the fair-value of stock based compensation, rent, investor relation and travel related activities. Consulting fees decreased by \$24,490 over the same period last year and is a result of the Company performing certain activities internally rather than through a third party. Finally, professional fees decreased from \$31,864 for the period ended September 30, 2008 to \$27,186 for the corresponding period in 2009. The higher expense in the first three quarters of 2008 versus 2009 was primarily related to professional fees associated to a potential acquisition that did not materialize.

## ***Investing***

Mineral properties additions totaled \$1,502,946 for the first three quarters of 2009 compared to \$2,206,197 for the first three quarters of 2008. The majority of these costs relate to a coal exploration program on the Company's 100% owned properties near Pinehouse Lake and Hudson Bay, Saskatchewan as well as the airborne geophysical survey over the Hudson Bay coal permits. The majority of the 2008 costs relate to the completion of the winter drill program on the Company's 100% owned Jojay gold project, summer line-cutting and soil geochemistry programs on the Munroe Lake joint venture project, staking fees and field reconnaissance work associated with coal permits.

## ***Financing***

In July 2009, the Company completed a private placement financing consisting of 2,749,756 common shares in the capital of the Corporation issued on a flow-through basis at a price of \$0.22 per flow-through share for gross proceeds of \$604,946. The proceeds will be used by Wescan to incur Canadian exploration expenses prior to December 31, 2010. (See Wescan News Releases dated July 28, 2009).

In September 2009, the Company completed a non-brokered private placement for 1,741,499 units of the Corporation at a price of \$0.18 per unit, for gross proceeds of \$313,470. Each unit consisted of one common share issued on a non flow-through basis, and one half of one common share purchase warrant. The proceeds will be used by Wescan to incur exploration expenses and general working capital purposes. (See Wescan News Releases dated September 4, 2009).



The Company paid finders' fees equal to 7% of the gross proceeds raised by the finder under each of the offerings and issued broker warrants equal to 7% of the gross proceeds sold by such finder pursuant to the offerings.

No stock options or broker warrants were exercised during the nine-month period ended September 30, 2009.

## Summary of Quarterly Results

	2009			2008				2007
	Qtr3 \$	Qtr 2 \$	Qtr 1 \$	Qtr 4 \$	Qtr 3 \$	Qtr 2 \$	Qtr 1 \$	Qtr 4 \$
<b>Interest and other</b> <sup>(1)</sup>	9,677	6,840	2,535	27,839	28,590	16,280	31,120	59,406
<b>Net loss</b>	(131,846)	(215,244)	(155,315)	(1,363,76)	(234,289)	(545,313)	(259,712)	(184,624)
<b>Net loss/share</b> <sup>(2)</sup>	(0.00)	(0.00)	(0.00)	(0.02)	(0.00)	(0.01)	(0.00)	(0.00)
<b>Shares outstanding</b> <sup>(3)</sup>	79,612,645	75,121,390	75,121,390	75,121,390	63,413,979	63,045,892	62,983,916	62,983,916

(1) *The Company's revenues come from interest earned on cash balances, camp rental fees as well as sub-leasing equipment. The downward trend in the first two quarters of 2008 is the result of the Company not earning as much interest as ongoing exploration has reduced the amount of cash remaining to invest. Third and fourth quarter revenues of 2008 would have continued to decrease if not for the fees earned on the rental of the Fork Lake camp. Revenues continued to decline in the first quarter of 2009 due to declining interest rates and no rental fees earned on the Fork Lake camp. A slight increase in revenues in the second and third quarters of 2009 was the result of the Company sub-leasing certain equipment.*

(2) *Basic and diluted.*

(3) *The exercise of broker warrants and options in the second and third quarter of 2008 combined with the issue of shares in the second quarter of 2008 as part of the Mud Lake Option Agreement account for the changes during this time frame. In the fourth quarter of 2008, the Company completed a series of private placements and finally two private placements were completed by the Company in the third quarter of 2009.*

## Related Party Transactions

During the three-month period ended September 30, 2009, Mr. Kenneth E. MacNeill (Chief Executive Officer) through his consulting company was paid management fees of \$18,000 (2008 - \$18,000) which were recorded as administrative expense. During the nine-month period ended September 30, 2009 management fees of \$54,000 (2008 - \$54,000) were paid to Mr. MacNeill through his consulting company.

During the nine-month period ended September 30, 2009, the Company was charged \$32,000 (2008 - \$49,000) from Shore Gold Inc. for administrative services. Accounts payable includes \$8,000 (2008 - \$10,000) due to Shore Gold Inc.

As at September 30, 2009 Shore Gold Inc. holds 12,955,567 common shares of the Company representing a 16.3% (2008 - 18.1 %) 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.



## **Liquidity**

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 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 September 30, 2009, the Company anticipates it will have sufficient access to financial markets to fund its financial obligations through future equity contributions.

As at September 30, 2009, the Company has working capital of \$1,320,806 as compared to a working capital deficiency of \$56,730 at September 30, 2008.

## **Capital Resources and Outstanding Share Data**

The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern, and to provide returns for shareholders.

The Company considers the items included in shareholder's equity as capital and has financed its exploration efforts through the issuance of shares.

In order to facilitate the management of its capital requirements, the Company prepares annual expenditure budgets that are updated as necessary. The budgets are approved by the Board of Directors.

In order to maximize ongoing exploration efforts, the Company does not pay dividends. The Company's investment policy is to invest its cash in highly rated, liquid, short-term, interest-bearing investments with an initial term to maturity of three months or less, resulting in minimal exposure to interest rate and credit risk.

The Company is not subject to externally imposed capital requirements.

As at September 30, 2009, the Company has working capital of \$1,320,806 as compared to \$2,342,971 at December 31, 2008 and a working capital deficiency of \$56,730 at September 30, 2008.

At September 30, 2009 the Company had 79,612,645 shares issued and outstanding compared to 63,413,979 at September 30, 2008. As at November 24, 2009, the Company had a total of 79,612,645 common shares issued and outstanding as well as 870,749 warrants, 170,826 broker warrants and 5,947,500 options with weighted average exercise prices of \$0.30, \$0.30 and \$0.40, respectively. In the event all warrants, broker warrants and options were exercised, the Company would be required to issue a further 6,989,075 common shares for gross cash proceeds of \$2.7 million.



## **Financial Instruments**

As at September 30, 2009, the fair value of all the Company's financial instruments approximates their carrying value. Certain financial instruments are exposed to the following risks:

### Credit risk

Credit risk is the risk of an unexpected loss by the Company if a counterparty to a financial instrument fails to meet its contractual obligations. The Company does not have any significant exposure to credit risk.

### Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they fall due.

The Company does not currently operate any producing properties and as such, is dependent upon the issuance of new equity to 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 additional financing on a timely basis may cause the Company to postpone development plans, forfeit rights to its properties or joint ventures or reduce or terminate its operations. Reduced liquidity or difficulty in obtaining future financing could have an adverse impact on Wescan's future cash flows, earnings, results of operations and financial position.

The ability of the Company to continue as a going concern, fund exploration expenditures and provide funds for on-going general and administrative costs is anticipated to require further equity issues in 2010. As at September 30, 2009, the Company is committed to incur \$835,600 of qualifying exploration expenditures for tax purposes on or before December 31, 2009 and \$604,946 on or before December 31, 2010. As at September 30, 2009, the Company anticipates it will have sufficient access to financial markets to fund its financial liabilities through future equity contributions.

### Interest rate risk

Interest rate risk is the risk that future cash flows will fluctuate as a result of changes in market interest rates. The Company does not have any significant exposure to interest rate risk.

## **Critical Accounting Estimates**

Wescan's consolidated financial statements are prepared in conformity with GAAP. The Company's accounting policies are described in note 2 and note 3 to the annual consolidated financial statements. Certain of these policies involve critical accounting estimates because they require management to make particularly subjective or complex judgments about matters that are inherently uncertain and because of the likelihood that materially different amounts could be reported under different conditions or using



different assumptions. The uncertainties related to these areas could significantly impact the Company's results of operations, financial condition and cash flows.

A critical accounting estimate in determining the Company's financial results relates to the recoverability of the carried amounts of mineral properties. Management assesses carrying values of non-producing properties each time it issues financial statements and if management determines that the carrying values cannot be recovered or the carrying values are related to properties that are allowed to lapse, the unrecoverable amounts are expensed. The recoverability of the carried amounts of mineral properties is dependent on the existence of economically recoverable reserves, the ability to obtain the necessary financing to establish the existence of reserves and to complete the development of such reserves and the success of future operations. As at September 30, 2009, the Company has not yet determined whether any of its mineral properties contain economically recoverable reserves.

## **Accounting Changes**

### ***Goodwill and Other Intangible Assets***

Effective January 1, 2009, the Company adopted CICA handbook section relating to goodwill and intangible assets, which replaces existing standards relating to goodwill and intangible assets and research and development costs. The standard introduces guidance for the recognition, measurement and disclosure of goodwill and intangible assets, including internally generated intangible assets. The standard also harmonizes Canadian standards with IFRS and applies to annual and interim financial statements for fiscal years beginning on or after October 1, 2008. The adoption of this standard did not have any impact on the Company's consolidated financial statements.

### ***Mining Exploration Costs (Emerging Issues Committee Abstract 174)***

In March 2009, the CICA issued Emerging Issues Committee ("EIC") Abstract 174, "Mining Exploration Costs". The EIC provides guidance on the accounting and impairment review of exploration costs. This abstract applies to interim and annual financial statements relating to fiscal years beginning on or after January 1, 2009. The adoption of this new accounting policy did not have any impact on the Company's consolidated financial statements.

## **Future Accounting Changes**

### ***International Financial Reporting Standards ("IFRS")***

In February 2008, the Accounting Standards Board ("AcSB") confirmed that Canadian GAAP for publicly accountable enterprises will be converged with IFRS effective in calendar year 2011. The Company's first financial statements presented in accordance with IFRS will therefore be the three-month period ended March 31, 2011. Though IFRS uses a conceptual framework similar to Canadian GAAP, there are some significant differences on recognition, measurement and disclosure requirements. In the period



leading up to the changeover, the AcSB will continue to issue accounting standards that are converged with IFRS, thus mitigating some of the impact of adopting IFRS at the changeover date. The International Accounting Standard Board (“IASB”) will, however, also continue to issue new accounting standards during the conversion period, and as a result, the final impact of IFRS on the Company’s financial statements will only be measurable once all IFRS applicable at the conversion date are known.

As a result of this convergence, the Company has developed a plan to convert its financial statements to IFRS. Regular reporting to the Company’s Audit Committee on the status of the IFRS implementation project has been established to ensure proper oversight.

The Company’s implementation process consists of three primary phases:

- **Phase 1: Initial Scoping and Diagnostic Phase.** This phase includes the identification of key differences, important dates, development of milestones, and potential training issues.
- **Phase 2: Detailed Evaluation Phase.** In this phase, further evaluation of the financial statement areas impacted by IFRS will be completed. This will involve a more detailed systematic gap analysis of accounting and disclosure differences between Canadian GAAP and IFRS. This detailed assessment will facilitate final decisions around accounting policies and overall conversion strategy. This phase also involves specification of changes required to existing business processes.
- **Phase 3: Implementation and Review Phase.** This phase includes the final policy selection with the culmination of the necessary information systems and data required to prepare IFRS compliant financial statements and disclosures and any necessary adjustments to other business processes that may be impacted. Also included in this phase is the delivery of the necessary training to Wescan’s Audit Committee, Board of Directors and staff.

During the initial scoping exercise completed in 2008, the Company identified the accounting related to the carrying value of the Company’s mineral properties to be the area of the most significant potential differences. The carrying value of the Company’s mineral properties may be impacted by several standards in IFRS, including the treatment of exploration expenditures, and how potential impairments are analyzed.

Currently, Canadian GAAP and IFRS both allow a Company to establish an accounting policy that either capitalizes or expenses exploration expenditures incurred. IFRS related to exploration costs, however, are currently under review and are anticipated to change after January 1, 2011. The full extent of the changes are not yet known and, as a result, the Company may change its current policy of capitalizing exploration expenditures retroactively on the date of transition in order to minimize the impact future IFRS changes may have on the Company’s financial statements.



As a result of the initial scoping exercise and given the stage of the Company's development, management does not anticipate that the conversion to IFRS will have any significant impact to its business processes. Certain members of the conversion team have been provided training regarding IFRS. More specific training is anticipated and additional involvement of the Company's external auditors may be required once management has fully evaluated the implications of the differences between Canadian GAAP and IFRS.

Management has not yet completed its quantification of the effects of adopting IFRS. The consolidated financial performance and financial position as presented in the Company's Canadian GAAP financial statements may be significantly different when presented in accordance with IFRS.

## **Outlook**

As at November 24, 2009, the Company has \$1.8 million in cash and cash equivalents that will be used to fund drill programs on the coal exploration properties as well as continue exploration programs on the Jojay, Fork Lake, Hanson Lake and Munro properties. In addition, the Company will continue to evaluate the potential for acquisition of more mineral properties in Canada and internationally. Management has determined that the Company will continue to require additional financing and believes it will have sufficient access to financial markets to continue its planned activities.

## **Risks and Uncertainties**

The Company attempts to mitigate risks by identifying, assessing, reporting and managing risks of significance. The following are risks relating to the business of the Company. This information is a summary only of risks currently facing the Company based on its stage of development. Additional risks and uncertainties not presently known may also impact the Company's operations. Management's view on risks facing the Company will evolve as the Company progresses in its stage of development.

### ***Risks Associated With an Exploration Stage Company***

The principal risks faced by the Company during the exploration stage involve: Wescan's ability to obtain financing to further the exploration and development of mineral properties in which Wescan holds interests; obtaining the required permits from various federal, provincial and local governmental authorities; and the ultimate economic feasibility of any future development projects.

The further development and exploration of mineral properties in which Wescan holds interests or which Wescan acquires may depend upon Wescan's ability to obtain financing through joint operations, debt financing, equity financing or other means. The Company does not have sufficient funds to put any of its property interests into production from its own financial resources. There is no assurance that Wescan will be successful in obtaining required financing as and when needed. Failure to obtain additional financing on a timely basis may cause the Company to postpone development



plans, forfeit rights in its properties or joint operations or reduce or terminate its operations. Reduced liquidity or difficulty in obtaining future financing could have an adverse impact on Wescan's future cash flows, earnings, results of operations and financial condition. The relative prices of applicable commodities and future expectations for such prices have a significant impact on the market sentiment for investment in mining and exploration companies. To ensure that exploration procedures are being performed effectively and those results are interpreted and reported in a proper manner, management ensures that qualified individuals, service providers and external consultants are utilized in the verification and quality assurance of analytical results.

The future operations of the Company, including development activities and commencement of production on its properties, require permits from various federal, provincial and local governmental authorities. Failure to comply with applicable laws, regulations, and permitting requirements may result in enforcement actions there under, including orders issued by regulatory or judicial authorities causing operations to cease or be curtailed and may include corrective measures requiring capital expenditures, installation of additional equipment, or remedial actions. To the best of the Company's knowledge, it is operating in compliance with all applicable rules and regulations. The Company utilizes qualified individuals, service providers and external consultants and maintains constant communications with governmental authorities to ensure that the Company is in compliance with all applicable rules and regulations.

All of Wescan's property interests are currently in the exploration stage and are without a known body of commercial ore. The exploration, development and production of base and precious metals are capital-intensive, subject to the normal risks and capital expenditure requirements associated with mining operations. While the rewards can be substantial if commercial quantities of base and precious metals and coal are found, there can be no assurance that Wescan's past or future exploration efforts will be successful, that any production there from will be obtained or continued, or that any such production which is attempted will be profitable.

### **Technical Information**

All technical information in this report has been prepared under the supervision of Kirsten Marcia, Vice-President of Exploration, who is the Company's "Qualified Person" under the definition of National Instrument 43-101.

### **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 operation 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. Unless otherwise required by applicable securities laws, 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](http://www.sedar.com).

