

# WESCAN GOLDFIELDS INC.



## **NEWS RELEASE**

**Stock Symbol: WGF: TSX-V**

**August 28, 2009**

**Saskatoon, Saskatchewan**

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

Wescan Goldfields Inc. (“Wescan” or the “Company”) reports the unaudited results of Wescan’s operations for the quarter ended June 30, 2009 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**

- Initiated airborne geophysical survey over its highly prospective Hudson Bay, Saskatchewan coal permits.
- Working capital of \$1.6 million at June 30, 2009.
- Issued and outstanding shares of 75,121,390 at June 30, 2009.

### **Coal Projects**

In the second quarter of 2009, Wescan initiated a 2,000 line-kilometre GEOTEM Electromagnetic Magnetic airborne geophysical survey over its highly prospective Hudson Bay, Saskatchewan coal permits. The survey will provide extensive magnetic and electromagnetic geophysical data over areas believed to be highly prospective for coal. The contract includes a Broadband GEOTEM Electromagnetic Magnetic survey as well as specialized geophysical processing and interpretation to identify coal bearing sub-basins. The GEOTEM survey aims to delineate all potential sub-basins in the Devonian basement which are favorable for the development of coal in the overlying Cretaceous sediments. Subsequent to the quarter the Company announced the completion of the survey. (See Wescan news release dated April 28, 2009).

As a result of the completion of the GEOTEM survey, the Company commenced drilling on certain targets identified on the Hudson Bay property. Due to the potential shallow depth to coal within this northern block, Wescan will initially explore a large block of coal permits, approximately 86 kilometres wide lying north of the Pasquia Hills. As well a number of priority geophysical anomalies have been identified within this northern block. These geophysical anomalies are interpreted to be very large, with some in excess of 15 kilometres in diameter. Wescan will also 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 utilize helicopter support to maximize efficiency and reduce the impact to the environment. (See Wescan news release dated July 29, 2009).

### Selected financial highlights include:

<b>Consolidated Balance Sheets</b>	<b>As at June 30, 2009</b>	<b>As at December 31, 2008</b>
Current assets	\$ 2,145,009	\$ 2,724,519
Capital and other assets	9,803,874	9,453,030
Current liabilities	539,137	381,548
Future income tax liability	498,000	-
Share capital and warrants	14,161,829	14,799,329
Contributed surplus	1,567,924	1,444,117
Deficit	(4,818,007)	(4,447,445)

<b>Consolidated Statements of Income (Loss)</b>	<b>Three months Ended June 30, 2009</b>	<b>Three months Ended June 30, 2008</b>	<b>Six months Ended June 30, 2009</b>	<b>Six months Ended June 30, 2008</b>
Interest and Other Income	\$ 6,840	\$ 16,280	\$ 9,375	\$ 47,400
Operating Expenses	316,391	670,593	546,225	986,925
Loss for the period before other item	(309,551)	(654,313)	(536,850)	(939,525)
Net loss for the period	(215,444)	(545,313)	(370,562)	(805,025)
Loss per share	(0.00)	(0.01)	(0.00)	(0.01)

<b>Consolidated Statements of Cash Flows</b>	<b>Three months Ended June 30, 2009</b>	<b>Three months Ended June 30, 2008</b>	<b>Six months Ended June 30, 2009</b>	<b>Six months Ended June 30, 2008</b>
Cash flows from (used in) operating activities	\$ 72,334	\$ (444,065)	\$ (136,391)	\$ (469,771)
Cash flows from investing activities	(376,110)	(909,111)	(368,291)	(2,677,832)
Cash flows from financing activities	-	4,790	-	4,790
Decrease in cash and cash equivalents	(303,776)	(1,348,386)	(504,682)	(3,142,813)
Cash and cash equivalents – beginning of period	2,348,529	1,618,848	2,549,435	3,413,275
Cash and cash equivalents – end of period	2,044,753	270,462	2,044,753	270,462

### Outlook

As at August 27, 2009, the Company has \$2.05 million in cash and cash equivalents that will be used to fund drill programs on the coal permit 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.

### 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.

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