

WESTCAN URANIUM CORP.

FINANCIAL STATEMENTS

DECEMBER 31, 2010 AND 2009



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INDEPENDENT AUDITOR'S REPORT

To the Shareholders
WestCan Uranium Corp.

We have audited the accompanying financial statements of WestCan Uranium Corp., which comprise the balance sheets as at December 31, 2010 and 2009, and the statements of loss and comprehensive loss, shareholders' equity and cash flows for the years then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with Canadian Generally Accepted Accounting Principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of WestCan Uranium Corp. as at December 31, 2010 and 2009, and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 1 in the financial statements, which indicates that as at December 31, 2010 the Company had an accumulated deficit of \$10,775,328. These conditions, along with other matters as set forth in Note 1, indicate the existence of a material uncertainty that may cast significant doubt upon the Company's ability to continue as a going concern.

(signed) "BDO CANADA LLP"

Chartered Accountants

Vancouver, Canada
April 29, 2011

WESTCAN URANIUM CORP.

BALANCE SHEETS

	DECEMBER 31	
	2010	2009
ASSETS		
Current assets		
Cash	\$ 1,752,016	\$ 303,309
HST/GST receivable	52,032	5,098
Advances and prepaid expenses	4,042	5,635
	1,808,090	314,042
Equipment	9,155	-
Mineral properties (Note 3 and Schedule 1)	2,635,378	2,335,802
	\$ 4,452,623	\$ 2,649,844
LIABILITIES		
Current liabilities		
Accounts payable and accrued liabilities (Note 5)	\$ 335,543	\$ 157,535
SHAREHOLDERS' EQUITY		
Share capital (Note 4)	13,490,994	11,321,066
Subscriptions receivable (Note 4)	(10,000)	-
Contributed surplus (Note 4)	1,411,414	914,630
Deficit	(10,775,328)	(9,743,387)
	4,117,080	2,492,309
	\$ 4,452,623	\$ 2,649,844

Nature and Continuance of Operations (Note 1)
 Commitments (Notes 3, 4 and 6)
 Subsequent Events (Note 9)

Approved on behalf of the Board of Directors:

"Chris England" Director
 Chris England

"Colin Bowdidge" Director
 Colin Bowdidge

The accompanying notes are an integral part of these financial statements.

WESTCAN URANIUM CORP.

STATEMENTS OF LOSS AND COMPREHENSIVE LOSS

	YEARS ENDED DECEMBER 31	
	2010	2009
Expenses		
Administration and management fees (Note 5)	\$ 90,000	\$ 90,000
Advertising and promotion	16,939	28,018
Consulting fees (Note 5)	59,556	45,272
Director fees (Note 5)	21,000	18,000
Filing and transfer fees	48,083	18,010
Office, rent, telephone and sundry	147,328	90,334
Professional fees (Note 5)	32,710	87,890
Shareholder communications (Note 5)	90,250	90,000
Stock-based compensation (Note 4)	203,874	17,253
Travel and business promotion	119,596	73,861
Loss Before Other Items And Income Taxes	(829,336)	(558,638)
Other Items:		
Interest income	2,652	7,579
Write-off of mineral properties (Note 3)	(129,734)	(54,598)
Write-off of accounts receivable	(3,877)	-
Part XII.6 interest and penalties (Note 6)	(118,646)	(34,182)
Loss Before Income Taxes	(1,078,941)	(639,839)
Future Income Tax Recovery (Note 6)	47,000	97,500
Loss And Comprehensive Loss For The Year	\$ (1,031,941)	\$ (542,339)
Basic And Diluted Loss Per Share	\$ (0.07)	\$ (0.07)
Weighted Average Number Of Shares Outstanding, Basic And Diluted	14,162,273	7,208,760

The accompanying notes are an integral part of these financial statements.

WESTCAN URANIUM CORP.

STATEMENTS OF SHAREHOLDERS' EQUITY
For the years ended December 31, 2010 and 2009

	<u>COMMON SHARES</u>		CONTRIBUTED SURPLUS	SUBSCRIPTIONS RECEIVABLE	DEFICIT	TOTAL
	SHARES	AMOUNT				
Balance, December 31, 2008	61,783,454	\$ 11,074,133	\$ 858,580	\$ -	\$ (9,201,048)	\$ 2,731,665
Shares issued for cash, net of share issuance costs (Note 4)	18,080,000	373,230	-	-	-	373,230
Shares issued for property (Note 3d)	200,000	10,000	-	-	-	10,000
Fair value of agent's warrants (Note 4b)	-	(38,797)	38,797	-	-	-
Tax benefit on flow-through shares (Note 6)	-	(97,500)	-	-	-	(97,500)
Fair value of stock options granted (Note 4c)	-	-	17,253	-	-	17,253
Loss for the year	-	-	-	-	(542,339)	(542,339)
Balance, December 31, 2009	80,063,454	11,321,066	914,630	-	(9,743,387)	2,492,309
Shares issued for property (Note 3b)	6,000,000	120,000	-	-	-	120,000
Shares cancelled on roll-back of common stock (Note 4b)	(77,457,108)	-	-	-	-	-
Shares issued for cash, net of share issuance cost (Note 4b)	30,736,166	2,284,357	-	(10,000)	-	2,274,357
Shares issued for property (Note 3b)	1,054,808	105,481	-	-	-	105,481
Fair value of agent's warrants (Note 4b)	-	(292,910)	292,910	-	-	-
Fair value of stock options granted (Note 4c)	-	-	203,874	-	-	203,874
Renunciation of flow-through shares – (Note 6)	-	(47,000)	-	-	-	(47,000)
Loss for the year	-	-	-	-	(1,031,941)	(1,031,941)
Balance, December 31, 2010	40,397,320	\$ 13,490,994	\$ 1,411,414	\$ (10,000)	\$ (10,775,328)	\$ 4,117,080

The accompanying notes are an integral part of these financial statements.

WESTCAN URANIUM CORP.
STATEMENTS OF CASH FLOWS

	YEARS ENDED	
	DECEMBER 31	
	2010	2009
Cash Flows Used In Operating Activities:		
Net loss for the year	\$ (1,031,941)	\$ (542,339)
Adjustments to reconcile net loss to cash provided by operating activities:		
Stock-based compensation	203,874	17,253
Write-off of mineral properties	129,734	54,598
Future income tax recovery	(47,000)	(97,500)
	<u>(745,333)</u>	<u>(567,988)</u>
Change in non-cash working capital items:		
Decrease (increase) in HST/GST receivable	(46,934)	140,506
Increase in advances and prepaid expenses	1,593	852
Increase in accounts payable	57,354	73,753
	<u>(733,320)</u>	<u>(352,877)</u>
Cash Flows From Financing Activity		
Share proceeds, net of share issuance costs	<u>2,274,357</u>	<u>373,230</u>
Cash Flows Used In Investing Activities		
Purchase of equipment	(9,155)	-
Acquisition of mineral properties	(9,664)	(7,000)
Additions to deferred exploration costs	(73,511)	(62,703)
	<u>(92,330)</u>	<u>(69,703)</u>
Increase (decrease) In Cash	1,448,707	(49,350)
Cash, Beginning Of Year	<u>303,309</u>	<u>352,659</u>
Cash, End Of Year	<u>\$ 1,752,016</u>	<u>\$ 303,309</u>
Supplemental Cash Flow Information		
Interest paid	\$ -	\$ -
Taxes paid	-	-
Mineral properties included in accounts payable	120,654	-
Common shares issued for property acquisition	225,481	10,000

The accompanying notes are an integral part of these financial statements.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

1. NATURE AND CONTINUANCE OF OPERATIONS

WestCan Uranium Corp. (the “Company” or “WestCan”) is engaged in the exploration and development of mineral properties. The Company is in the exploration stage and is in the process of exploring its mineral properties and has not yet determined whether these properties contain reserves that are economically recoverable. The recoverability of amounts shown for mineral properties and deferred exploration costs is dependent upon the discovery of economically recoverable reserves and confirmation of the Company’s interest in the underlying mineral properties, the ability of the Company to obtain necessary financing to complete the development of the properties and upon future profitable production or proceeds from the disposition thereof.

These financial statements have been prepared in accordance with generally accepted accounting principles applicable to a going concern, which assumes that the Company will be able to meet its obligations and continue its operations for its next fiscal year. Realization values may be substantially different from carrying values as shown and these financial statements do not give effect to adjustments that would be necessary to the carrying values and classification of assets and liabilities should the Company be unable to continue as a going concern. At December 31, 2010, the Company had not yet achieved profitable operations, had a deficit of \$10,775,328 and working capital of \$1,472,547 which may not be sufficient to sustain operations over the foreseeable future and expects to incur further losses in the development of its business, all of which casts significant doubt about the Company’s ability to continue as a going concern. The Company’s ability to continue as a going concern is dependent upon its ability to generate and maintain future profitable operations and/or to obtain the necessary financing to meet its obligations and repay its liabilities arising from normal business operations when they come due.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles in Canada and are stated in Canadian dollars. Because a precise determination of many assets and liabilities is dependent upon future events, the preparation of financial statements for a period necessarily involves the use of estimates, which have been made using careful judgement. Actual results could differ from these estimates.

The financial statements have, in management’s opinion, been properly prepared within reasonable limits of materiality and within the framework of the significant accounting policies summarized below:

a) Equipment and Amortization

Equipment is recorded at cost less accumulated amortization. Amortization is provided using the declining balance method at 30% per annum for computer equipment, 20% for furniture and fixtures and 20% for field equipment.

Additions during the year are amortized at one-half the annual rates.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
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2. SIGNIFICANT ACCOUNTING POLICIES – (cont'd)

b) Mineral Properties

The costs relative to the acquisition, exploration and development of mineral properties are capitalized by property and deferred until the properties are placed into production, sold or abandoned. These deferred costs will be amortized over the estimated useful life of the properties following the commencement of production or written-off if the properties are sold, allowed to lapse, or abandoned. All sales and option proceeds received are first credited against the costs of the related property, with any excess credited to earnings. Once commercial production has commenced, the carrying costs are charged to future operations using the unit-of-production method based on estimated recoverable reserves. The carrying costs of abandoned properties and impairment write-downs are charged to operations.

The costs include the cash or other consideration and the assigned value of shares issued, if any, on the acquisition of mineral properties. Costs related to properties acquired under option agreements or joint ventures, whereby payments are made at the sole discretion of the Company, are recorded in the accounts at such time as the payments are made. For properties held jointly with other parties the Company only records its proportionate share of acquisition and exploration costs. The proceeds from options granted are deducted from the cost of the related property and any excess is deducted from other remaining capitalized property costs. The Company does not accrue estimated future costs of maintaining its mineral properties in good standing.

Capitalized costs as reported on the balance sheet represent costs incurred to date and may not reflect actual, present, or future values. Recovery of carrying value is dependent upon future commercial success or proceeds from disposition of the resource interests. It is reasonably possible, based on existing knowledge that changes in future conditions could require a change in the recognized amounts. Although the Company has taken steps to verify title to mineral properties in which it has an interest, in accordance with industry norms for the current stage of exploration of such properties, these procedures do not guarantee the Company's title. Property may be subject to unregistered prior agreements or inadvertent non-compliance with regulatory requirements.

Management evaluates each mineral property on a reporting period basis or as events and circumstances warrant, and makes a determination based on exploration activity and results, estimated future cash flows and availability of funding as to which costs are capitalized or charged as impairment charges. Write-downs due to impairment in value are charged to operations.

Mineral property interests, where future cash flows are not reasonably determinable, are evaluated for impairment based on results of exploration work, management's intentions and determination of the extent to which future exploration programs are warranted and likely to be funded.

General exploration costs not related to specific properties and general administrative expenses are charged to operations in the year in which they are incurred.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
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2. SIGNIFICANT ACCOUNTING POLICIES – (cont'd)

c) Impairment of Long-Lived Assets

Canadian generally accepted accounting principles require long-lived assets and intangibles held and used by the Company to be reviewed for possible impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. If changes in circumstances indicate that the carrying amount of an asset that an entity expects to hold and use may not be recoverable, future cash flows expected to result from the use of the asset and its disposition must be estimated. If the undiscounted value of the future cash flows is less than the carrying amount of the asset, impairment is recognized, and is measured as the excess of the carrying amount of the asset and its fair value. No impairment was identified at December 31, 2010 and 2009, except in regards to certain mineral properties described in Note 3.

d) Mining Tax Credits

Mining tax credits are recorded in the accounts when there is reasonable assurance that the Company has complied with, and will continue to comply with, all conditions needed to obtain the credits. These non-repayable mining tax credits are earned in respect to exploration costs incurred in B.C., Canada and are recorded as a reduction of the related deferred exploration expenditures.

e) Environmental

Environmental expenditures that relate to current operations are expensed or capitalized as appropriate. Expenditures that relate to an existing condition caused by past operations, and which do not contribute to current or future revenue generation, are expensed. Liabilities are recorded when environmental assessments and/or remedial efforts are probable, and the cost can be reasonably estimated. Generally, the timing of these accruals coincides with the earlier of completion of a feasibility study or the Company's commitments to a plan of action based on the then known facts. The Company's mining and exploration activities are subject to various federal and provincial laws and regulations governing the protection of the environment. These laws and regulations are continually changing and generally becoming more restrictive. The Company conducts its operations so as to protect public health and the environment and believes its operations are materially in compliance with all applicable laws and regulations.

f) Asset Retirement Obligations

The fair value of obligations associated with the retirement of tangible long-lived assets is recorded in the period when incurred, with a corresponding increase to the carrying amount of the related asset. The obligations recognized are statutory, contractual or legal obligations. The liability is accreted over time for changes in the fair value of the liability through charges to accretion, which is included in depletion, depreciation and accretion expense. The costs capitalized to the related assets are amortized in a manner consistent with the depletion and depreciation of the related asset. At December 31, 2010 and 2009, the Company does not have any asset retirement obligations.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
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2. SIGNIFICANT ACCOUNTING POLICIES – (cont'd)

g) Basic and Diluted Loss Per Share

Basic loss per share is computed by dividing the loss for the year by the weighted average number of common shares outstanding during the year. Diluted loss per share reflects the potential dilution that could occur if potentially dilutive securities were exercised or converted to common stock. The dilutive effect of options and warrants and their equivalent is computed by application of the treasury stock method. Fully diluted amounts are not presented when the effect of the computations are anti-dilutive due to the losses incurred. However, shares issuable on exercise of stock options and warrants totalling 36,680,449 (2009: 2,245,500) were not included in the computation of diluted loss per share because the effect would have been anti-dilutive.

h) Income Taxes

The Company accounts for income taxes using the asset and liability method. Future income tax assets and liabilities relate to the expected future tax consequences of temporary differences between the carrying value of balance sheet items and their corresponding tax values. Future income tax assets and liabilities are calculated using tax rates anticipated to apply in future periods that the temporary differences are expected to reverse and are adjusted for the effects of changes in tax law and rates on the date of enactment or substantial enactment. Future income tax assets and liabilities are recognized for temporary differences between the tax and accounting basis of assets and liabilities as well as for the benefit of losses available to be carried forward to future years for tax purposes only to the extent that, in the opinion of management, it is more likely-than-not that the net future income tax assets will be realized.

i) Stock-based Compensation

The Company accounts for all grants of options to employees, non-employees and directors in accordance with the fair value method for accounting for stock-based compensation. The fair value of stock options granted to non-employees is re-measured on each balance sheet date. Compensation expense for employees is generally amortized using the straight-line method over the period from the grant date to the date the options vest. Compensation expense for non-employees is recognized immediately for past services and pro-rata for future services over the service provision period. Compensation for non-employees is re-measured at each balance sheet date until the earlier of the vesting date or the date of completion of the service. Upon exercise of share purchase options, the consideration paid by the option holder, together with the amount previously recognized in contributed surplus, is recorded as an increase to share capital.

The Company uses the Black-Scholes option valuation model to calculate the fair value of share purchase options at the date of grant. Option pricing models require the input of highly subjective assumptions, including the expected price volatility. Changes in these assumptions can materially affect the fair value estimate.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
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2. SIGNIFICANT ACCOUNTING POLICIES – (cont'd)

j) Flow-through Shares

Upon renunciation to shareholders for flow-through shares issued by the Company, the Company will reduce share capital and recognize a temporary future income tax liability for the amount of tax reduction renounced to the shareholders. In instances where the Company has sufficient available tax loss carry forwards or other deductible temporary differences available to offset the renounced tax deduction and is more likely-than-not able to utilize these tax losses before expiring, the realization of the deductible temporary differences will be credited to income in the period of renunciation.

k) Financial Instruments

The Company classifies all financial instruments into one of the following five categories: held-for-trading, held-to-maturity investments, loans and receivables, available-for-sale financial assets or other financial liabilities. Initial and subsequent measurement and recognition of changes in the value of financial instruments depends on their initial classification:

- Held to maturity investments, loans and receivables, and other financial liabilities are initially measured at fair value and subsequently measured at amortized cost. Amortization of premiums or discounts and transaction costs are amortized into net earnings (loss), using the effective interest method.
- Available for sale financial assets are measured at fair value, with unrealized gains and losses recorded in other comprehensive income until the asset is realized or an impairment is viewed as other than temporary, at which time they will be recorded in net earnings.
- Held for trading financial instruments are measured at fair value. All gains and losses resulting from changes in their fair value are included in the statement of loss in the period in which they arise.

Disclosure is also required about the inputs to fair value measurements, including their classification within a hierarchy that prioritizes the inputs to fair value measurement.

The three levels of the fair value hierarchy are:

Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly; and

Level 3 – Inputs that are not based on observable market data

Cash and marketable securities are included in Level 1.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
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2. SIGNIFICANT ACCOUNTING POLICIES – (cont'd)

k) Financial Instruments – (cont'd)

The Company has classified its financial instruments as follows:

- Cash is classified as held-for-trading.
- Accounts payable and accrued liabilities are classified as other liabilities.

Recent Accounting Pronouncements

In February 2008, The CICA Accounting Standards Board ("AcSB") confirmed the changeover to International Financial Reporting Standards ("IFRS") from Canadian GAAP will be required for publicly accountable enterprises effective for interim and annual financial statements relating to fiscal years beginning on or after January 1, 2011. The transition from current Canadian GAAP to IFRS is a significant undertaking that may materially affect the Company's reported financial position and results of operations.

3. MINERAL PROPERTY INTEREST

GOLD PROPERTIES

a) GHK Gold Project

During the year ended December 31, 2010, the Company acquired an undivided 100% interest in five Mineral Claim Tenures located in the Mt. Davidson, Nechako Plateau area of British Columbia. The mineral claims encompassed 2,710 hectares and are approximately 5 km east of Mount Davidson in the Cariboo Mining Division of British Columbia. The new claims were purchased from the mineral title holder for a cash payment of \$6,000 and 3,000,000 common shares. The cash payment consisted of a \$1,000 down payment and the balance was due within six months from the date of the agreement. The acquisition is subject to a 2% Net Smelter Royalty. One percent of the NSR may be purchased from the vendor for a price of \$1,000,000.

Management did an extensive review of the property's geology and concluded the potential was not conducive to continuing exploration, and the property was dropped. By mutual agreement with the mineral title holder, the final payment was cancelled.

b) Hayley Gold Project

During the year ended December 31, 2010, the Company acquired an undivided 100% interest in six Mineral Claim Tenures located in the Tahltan Traditional Territory of north-western British Columbia. The mineral claims encompass 2,495 hectares and are approximately 90 km south of Dease Lake, 30 km south of Iskut and approximately 10 km east of Highway 37.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
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3. MINERAL PROPERTY INTEREST – (cont'd)

GOLD PROPERTIES – (cont'd)

b) Hayley Gold Project – (cont'd)

The new claims were purchased from the mineral title holder for a cash payment of \$6,000 and 3,000,000 common shares. The cash payment consisted of a down payment of \$1,000 and a payment of \$5,000 to be made within six months from the date of the agreement. The property is subject to a 2% Net Smelter Return Royalty. One percent of the NSR may be purchased from the vendor for a price of \$1,000,000. The agreement is subject to the approval of the TSX Venture Exchange.

Management did an extensive review of the property's geology and concluded the potential was not conducive to continuing exploration, and the property was dropped. By mutual agreement with the mineral title holder, the final payment was cancelled.

URANIUM PROPERTIES

a) Ryan Creek, Saskatchewan

In 2007, the Company acquired by staking a 5,682 hectare block of claims in Saskatchewan. During the year ended December 31, 2009, further evaluation by management determined the property did not warrant further exploration, the property was allowed to lapse and the costs incurred to date of \$54,598 were written off.

b) Key Lake, Saskatchewan

On March 2, 2006, the Company entered into an option agreement to earn a 50% interest in five mineral claims known as the Key Lake Project, located in Saskatchewan in exchange for minimum expenditures of:

- i) cash payments totalling \$150,000 (paid);
- ii) 300,000 common shares of the Company (issued); and
- iii) exploration expenditures on the property of \$2,000,000 on or prior to May 31, 2009.

The agreement is subject to a 3% N.S.R. The Company paid a finder's fee of 100,000 common shares on entering into the agreement.

Effective December 17, 2008, the Optionor temporarily suspended the minimum expenditures and has extended the validity of the agreement indefinitely, subject to the Optionor's future revision of the minimum contribution schedule.

WESTCAN URANIUM CORP.
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3. MINERAL PROPERTY INTEREST – (cont'd)

URANIUM PROPERTIES – (cont'd)

b) Key Lake, Saskatchewan – (cont'd)

Within ninety days of earning the first 50% interest, the Company may elect to acquire an additional 10% interest by expending an additional \$2,000,000 on exploration costs over a two year period from the date of election. Within ninety days of the vesting of the 60% interest, the Company may elect to acquire a further 15% interest by completing a feasibility study within two years, issuing 200,000 common shares of the Company to the optionor and expending a minimum of \$500,000 a year on the property.

On August 06, 2010, WestCan completed negotiations with the optionor, CanAlaska Uranium Ltd., to extend the Key Lake Project Option to August 21, 2011. In consideration for the extension, WestCan issued 125,000 shares valued at \$12,500.

c) Cree West, Saskatchewan

On April 24, 2006, the Company entered into an option agreement to earn a 50% interest in four mineral claims known as the Cree West Project, located in Saskatchewan in exchange for minimum consideration as follows:

- i) cash payments totalling \$150,000 (paid);
- ii) 600,000 common shares of the Company (issued); and
- iii) exploration expenditures on the property of \$3,600,000 on or prior to May 1, 2009.

The agreement is subject to a 3% N.S.R.

Effective December 17, 2008 the Optionor temporarily suspended the minimum expenditures and has extended the validity of the agreement indefinitely, subject to the Optionor's future revisions of the minimum contribution schedule.

Within ninety days of earning the first 50% interest, the Company may elect to acquire an additional 10% interest by expending an additional \$4,000,000 on exploration costs over a two year period from the date of election. Within ninety days of the vesting of the 60% interest, the Company may elect to acquire a further 15% interest by completing a feasibility study within two years, issuing 400,000 common shares of the Company to the Optionor and expending a minimum of \$1,000,000 a year on the property.

On August 06, 2010, WestCan completed negotiations with the optionor, CanAlaska Uranium Ltd., to extend the Cree West Project Option to August 21, 2011. In consideration for the extension, WestCan issued 125,000 shares valued at \$12,500.

WESTCAN URANIUM CORP.
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3. MINERAL PROPERTY INTEREST – (cont'd)

URANIUM PROPERTIES – (cont'd)

d) Grease River, Saskatchewan

On August 10, 2010, the Company entered into an option agreement with CanAlaska Uranium Ltd to acquire a 50% interest in CanAlaska's 100%-owned Grease River Project located on the northern rim of Saskatchewan's Athabasca Basin.

Under the terms of the Agreement, WestCan will issue to CanAlaska, a total of 5% of the issued and outstanding common shares of the Company (issued) and a further 5% on the first anniversary date of the agreement; and must incur \$4,500,000 in exploration on the claims over a three year period as follows; \$650,000 by October 31, 2010 (subsequently extended to December 15, 2011); \$1,350,000 on or prior to December 15, 2011; \$1,500,000 on or prior to December 15, 2012; and \$1,000,000 on or prior to December 15, 2013 in order to earn a 50% participating interest in the project. CanAlaska will also receive a 3% Yellowcake Royalty. Once the Company earns its 50% interest a joint venture will be formed with CanAlaska. At any time following the formation of the 50% Joint Venture, WestCan may purchase a portion of the Royalty by paying consideration of \$1,000,000 in cash for each half per cent (0.5%) Yellowcake Royalty increment, up to a maximum of two and one-half percent (2.5%).

COAL PROPERTIES

a) Coal Properties, Saskatchewan

On November 5, 2008, the Company acquired permits for 12 Coal Dispositions, located in the Nipawan area of Central Saskatchewan. To maintain the permits in good standing, the Company must incur by November 5, 2011 exploration expenditures of a minimum of \$40,000 or a 100 metre drill hole on each Coal Disposition (total of \$480,000 exploration expenditures before November 5, 2011).

On November 11, 2008, the Company acquired permits for 24 Coal Dispositions located in the Lac La Ronge area of Central Saskatchewan. To maintain the permits in good standing, the Company must incur by November 5, 2011 exploration expenditures of a minimum of \$40,000 or a 100 metre drill hole on each Coal Disposition (total of \$960,000 exploration expenditures before November 5, 2011).

On February 16, 2009 the Company entered into an agreement with an unrelated public company (the "Optionor") and a company with common directors. Pursuant to terms of the agreement, the Company and the company with common directors (the "Optionees") were each granted the right to acquire a 37.5% interest in 12 coal prospecting dispositions located near Tobin Lake in Central Saskatchewan.

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3. MINERAL PROPERTY INTEREST – (cont'd)

COAL PROPERTIES – (cont'd)

a) Coal Properties, Saskatchewan – (cont'd)

The terms of the option agreement require the Company to pay the sum of \$7,500 (paid) and issue 200,000 common shares (issued) to the Optionor. The Optionees are required to incur \$480,000 in shared exploration costs on the property before September 30, 2011. If the option is exercised, the Optionees will have a period of 5 years from the date the option is exercised to deliver a Feasibility Report to the Optionor. Failure to deliver the Feasibility Report will result in forfeiture of the option. Upon delivery of the Feasibility Report, the Optionor and Optionees will enter into a joint venture agreement for future exploration and development of the property.

The Company will be the operator for the project and the other Optionee shall reimburse the Company 50% of total project expenditures. The Company received regulatory approval on the option agreement on March 6, 2009.

b) Coal Property, Manitoba

In 2008 the Company applied to the Province of Manitoba for a coal exploration permit on two sections of land close to the Manitoba/Saskatchewan border. The permits were granted in October 2009.

During the year ended December 31, 2010, WestCan reviewed the exploration results obtained by other companies with properties in the same general area. The results were inconclusive and therefore the property permits were terminated, and a refund requested.

4. SHARE CAPITAL

a) Authorized:

100,000,000 Class A preference shares, with a par value of \$10 each
100,000,000 Class B preference shares, with a par value of \$50 each.
100,000,000 common shares, with no par value.

b) Common Shares:

On May 05, 2010, the Company consolidated its share capital on a one-new-for-ten-old basis. As a result of this consolidation, the Company's issued and outstanding share capital was reduced by 77,457,109 shares.

On May 27, 2010, the Company offered a private placement for securities and issued three separate tranches of common shares. The first tranche was 3,335,000 units at \$0.075 per unit. Each unit consisted of one common share and one share purchase warrant entitling the holder to purchase one additional common share for each unit held, at a price of \$0.10 per share up to May 27, 2011 and at \$0.15 per share thereafter up to May 27, 2012.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

4. SHARE CAPITAL – (cont'd)

b) Common Shares: – (cont'd)

Pursuant to the May 27 2010 placement, the Company issued 333,500 agents warrants, each exercisable into one common share at a price of \$0.10 per share up to May 27, 2011 and at \$0.15 per share thereafter up to May 27, 2012. The agent's warrants were valued at \$35,278 using the Black-Scholes option pricing model based on a risk free interest rate of 1.44%, expected life of 2 years, expected volatility of 289%, and a dividend yield rate of Nil. The Company also paid \$25,012 in finders' fees in connection with the offering.

On June 4, 2010, pursuant to the second tranche, the Company issued 1,205,000 units at \$0.075 per unit. Each unit consisted of one common share and one share purchase warrant entitling the holder to purchase one additional common share for each unit held, at a price of \$0.10 per share up to June 05, 2011 and at \$0.15 per share thereafter up to June 05, 2012.

Pursuant to the June 4, 2010 placement, the Company issued 7,000 agents warrants, each exercisable into one common share at a price of \$0.10 per share up to June 05, 2011 and at \$0.15 per share thereafter up to June 05, 2012.

The agents' warrants were valued at \$740 using the Black-Scholes option pricing model based on a risk free interest rate of 1.45%, expected life of 2 years, expected volatility of 289%, and a dividend yield rate of Nil.

The Company also paid \$7,000 in finders' fees in connection with the offering.

On June 11, 2010, pursuant to the third tranche, the Company issued 2,145,000 units at \$0.075 per unit. Each unit consisted of one common share and one share purchase warrant entitling the holder to purchase one additional common share for each unit held, at a price of \$0.10 per share up to June 12, 2011 and at \$0.15 per share thereafter up to June 12, 2012.

Pursuant to the June 11, 2010 placement, the Company paid \$2,587 cash in finders' fees.

On December 06, 2010 the Company issued 24,051,666 common shares pursuant to a private placement of 9,058,666 flow-through units at \$0.09 per unit, and 14,922,500 non-flow through units at \$0.08 per unit. Each flow-through unit and each non flow through unit consisted of one common share and one share purchase warrant entitling the holder to purchase one additional common share for each unit held at a price of \$0.15 per share up to December 07, 2011 and at \$0.20 per share thereafter up to December 07, 2012.

Pursuant to the December 06, 2010 placement, the Company issued 1,922,033 agents warrants, each exercisable into one common share at a price of \$0.15 per share up to December 06, 2011 and at \$0.20 per share thereafter up to December 06, 2012. The agent's warrants were valued at \$256,892 using the Black-Scholes option pricing model based on a risk free interest rate of 1.55%, expected life of 2 years, expected volatility of 284%, and a dividend yield rate of Nil.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

4. SHARE CAPITAL – (cont'd)

b) Common Shares: – (cont'd)

The Company also paid \$170,628 in finders' and legal fees in connection with the offering.

All proceeds from the above private placements were allocated to share capital with no amounts allocated to the attached warrants.

During the year ended December 31, 2009, the Company issued the following:

On March 23, 2009, the Company issued 11,125,000 common shares pursuant to a private placement of 11,125,000 units at \$0.02 per unit. Each unit consisted of one common share and one share purchase warrant entitling the holder to purchase one additional common share for each unit held, at a price of \$0.05 per share up to March 23, 2010 and at \$0.10 thereafter up to March 23, 2012.

Pursuant to the March 2009 placement, the Company issued 890,000 agents warrants, each exercisable into one common share at a price of \$0.05 per share up to March 23, 2010 and at \$0.10 thereafter up to March 23, 2012. The agents' warrants were valued at \$22,084 using the Black-Scholes option pricing model based on a risk free interest rate of 1.53%, expected life of 3 years, expected volatility of 171%, and a dividend yield rate of Nil. The Company also paid \$21,000 in finders' and legal fees in connection with the offering.

On July 16, 2009, the Company issued 1,055,000 common shares pursuant to a private placement of 1,055,000 flow-through units at \$0.04 per unit. Each flow-through unit consisted of one flow-through common share and one share purchase warrant entitling the holder to purchase one additional flow-through common share for each unit held at a price of \$0.05 per share up to July 16, 2010 and at \$0.10 thereafter up to July 16, 2012.

Pursuant to the July 2009 placement, the Company issued 57,500 agents warrants, each exercisable into one common share at a price of \$0.05 per share up to July 16, 2010 and at \$0.10 thereafter up to July 16, 2012. The agents' warrants were valued at \$1,494 using the Black-Scholes option pricing model based on a risk free interest rate of 2.36%, expected life of 3 years, expected volatility of 186%, and a dividend yield rate of Nil. The Company also paid \$3,220 in finders' and legal fees in connection with the offering.

On October 28, 2009, the Company issued 5,900,000 common shares pursuant to a private placement of 5,900,000 flow-through units at \$0.025 per unit. Each flow-through unit consisted of one flow-through common share and one share purchase warrant entitling the holder to purchase one additional flow-through common share for each unit held at a price of \$0.05 up to October 28, 2010 and at \$0.10 thereafter up to October 28, 2012.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

4. SHARE CAPITAL – (cont'd)

b) Common Shares: – (cont'd)

Pursuant to the October 2009 placement, the Company issued 590,000 agents' warrants, each exercisable into one common share at a price of \$0.05 per share up to October 28, 2010 and at \$0.10 thereafter up to October 28, 2012. The agents' warrants were valued at \$15,219 using the Black-Scholes option pricing model based on a risk free interest rate of 2.42%, expected life of 3 years, expected volatility of 183%, and a dividend yield rate of Nil. The Company also paid \$14,750 in finders' and legal fees in connection with the offering.

All proceeds from the above private placements were allocated to share capital with no amounts allocated to the attached warrants.

c) Stock Options

The Company has a stock option plan whereby the maximum number of shares reserved for issue under the plan shall not exceed 20% of the outstanding common shares of the Company at the date the plan was adopted. The maximum number of common shares reserved for issue to any one person under the plan cannot exceed 5% of the issued and outstanding number of common shares at the date of the grant, both in aggregate and in any one-year period. Options may be granted for a maximum term of five years from the date of the grant, are non transferable and expire within 90 days of termination of employment or holding office as a director or officer of the Company.

The Company has granted directors and employees common share purchase options. These options are granted with an exercise price equal to the market price of the Company's shares on the date of the grant.

A summary of changes in stock options is presented below:

	2010		2009*	
	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE
Balance, beginning of year	437,500	\$1.50	492,500	\$1.40
Expired	(50,000)	\$1.00	(55,000)	\$1.00
Cancelled	(387,500)	\$1.50	-	-
Granted	1,720,000	\$0.10	-	-
Balance, end of year	1,720,000	\$0.14	437,500	\$1.50

*2009 figures have been restated to reflect the 10 for 1 share consolidation.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

4. SHARE CAPITAL – (cont'd)

c) Stock Options – (cont'd)

The following table summarizes information about the stock options outstanding and exercisable at December 31, 2010:

OPTIONS OUTSTANDING AND EXERCISABLE			
EXERCISE PRICE	NUMBER OF SHARES	REMAINING CONTRACTUAL LIFE (YEARS)	EXPIRY DATE
\$.10	1,720,000	4.38	May 17, 2015
	1,720,000		

During the year ended December 31, 2010, stock-based compensation expense was \$203,874 (2009: \$17,253) which was calculated based on the vesting provisions relating to options granted. The fair value of the options was determined using the Black-Scholes model with the following assumptions:

	2010	2009
Risk free interest rate	2.28%	3.84-4.10%
Expected dividend yield	Nil	Nil
Expected lives	5 years	3.5-5 years
Expected volatility	219%	115-126%

d) Share Purchase Warrants:

A summary of changes in share purchase warrants, excluding agents' warrants, for the years ended December 31 is presented below:

	2010		2009 *	
	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE
Balance, beginning of year	1,808,000	\$1.00	1,412,115	\$1.90
Exercised	-	-	-	-
Granted	30,736,166	0.122	1,808,000	1.00
Expired	-	-	(1,412,115)	1.90
Balance, end of year	32,544,166	0.17	1,808,000	1.00

*2009 figures have been restated to reflect the 10 for 1 share consolidation.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

4. SHARE CAPITAL – (cont'd)

d) Share Purchase Warrants: – (cont'd)

A summary of changes in agents' warrants for the years ended December 31 is presented below:

	2010		2009 *	
	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE	NUMBER	WEIGHTED AVERAGE EXERCISE PRICE
Balance, beginning of year	153,750	\$1.00	95,669	\$1.40
Granted	2,262,533	0.14	153,750	\$1.00
Expired	-		(95,669)	\$1.40
Balance, end of year	2,416,283	\$0.20	153,750	\$1.00

*2009 figures have been restated to reflect the 10 for 1 share consolidation.

As at December 31, 2010, the following share purchase and agents' warrants were outstanding:

NUMBER OF WARRANTS	EXERCISE PRICE	EXPIRY DATE
1,201,500	\$ 1.00	March 23, 2012
111,250	\$ 1.00	July 16, 2012
649,000	\$ 1.00	October 28, 2012
3,668,500	\$ 0.10/0.15	May 26, 2011 / 2012
7,000	\$ 0.10/0.15	June 4, 2011 / 2012
3,350,000	\$ 0.10/0.15	June 10, 2011 / 2012
25,973,199	\$ 0.15/0.20	December 3, 2011 / 2012
34,960,449		

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

5. DUE TO RELATED PARTIES AND RELATED PARTY TRANSACTIONS

The Company incurred the following with directors of the Company, relatives of directors and private companies with directors in common:

	Years ended December 31,	
	2010	2009
Accounting fees	\$ 27,000	\$ -
Consulting fees	7,500	-
Directors' fees	21,000	18,000
Deferred exploration and development costs	-	24,588
Management fees	90,000	94,500
Shareholder communication fees	57,750	90,000
Website maintenance	18,000	26,223
	<u>\$ 221,250</u>	<u>\$ 253,311</u>

At December 31, 2010, accounts payable includes \$29,617 (2009 - \$41,812) owing to companies controlled by directors and companies with directors in common.

All related party transactions are measured at the exchange amount, which is the amount of consideration established and agreed to be the related parties. The amounts due to related parties are payable on demand, unsecured and non-interest bearing.

6. INCOME TAXES

The Company's provision for income taxes differs from the amounts computed by applying the combined Canadian federal and provincial income tax rates to the loss as a result of the following:

	2010	2009
Statutory rate	<u>28.50%</u>	30%
Computed tax recovery	\$ (307,000)	\$ (192,000)
Non-deductible items	94,000	6,500
Expiry of loss carry-forwards	88,000	58,000
Change in tax rate	26,000	71,000
Share issuance costs	(58,000)	-
Increased (Decrease) in valuation allowance	<u>110,000</u>	<u>(41,000)</u>
Future income tax expense (recovery)	<u>\$ (47,000)</u>	<u>\$ (97,500)</u>

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

6. INCOME TAXES – (cont'd)

The significant components of the Company's future tax assets (liability) are as follows:

	2010	2009
Share issuance costs	\$ 60,000	\$ 28,000
Resource property expenditures	(75,000)	(60,000)
Operating losses	758,000	665,000
	743,000	633,000
Less: Valuation allowance	(743,000)	(633,000)
	\$ -	\$ -

The Company has recorded a valuation allowance against its future income taxes based on the extent to which it is more likely-than-not that sufficient taxable income will not be realized during the carry forward period to utilize all the future tax assets.

The Company has non-capital losses carried forward of approximately \$3,031,000 that are available for tax purposes. The losses expire as follows:

2014	239,000
2015	164,000
2026	361,000
2027	497,000
2028	460,000
2029	586,000
2030	<u>724,000</u>
	<u>\$ 3,031,000</u>

The Company has resource pools of approximately \$2,336,000 available to offset future taxable income. The tax benefit of these amounts is available for carry-forward indefinitely.

Flow-through Shares

Flow-through common shares require the Company to spend an amount equivalent to the proceeds of the issued flow-through common shares on Canadian qualifying exploration expenditures. The Company may be required to indemnify the holders of such shares for any tax and other costs payable by them in the event the Company has not made the required exploration expenditures.

During the year ended December 31, 2010, the Company received \$815,280 (2009: \$189,700) from the issue of flow-through shares. These amounts will not be available to the Company for future deduction from taxable income. Subsequent to December 31, 2010, the Company renounced \$815,280 to the subscribers under the look-back rule and will be required to incur the expenditures during the year ended December 31, 2011.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

6. INCOME TAXES – (cont'd)

Flow-through Shares – (cont'd)

During the year ended December 31, 2009, the Company received \$189,700 from the issue of flow through shares. This amount will not be available to the Company for future deduction from taxable income. During the year ended December 31, 2010, the Company renounced \$189,700 to the subscribers under the look-back rule and was required to incur the expenditures during the year ended December 31, 2010. The Company recorded a recovery of future income tax assets with a corresponding reduction in share capital of \$47,000 with respect to the renunciation. As a result of using the look-back rule, the Company accrued \$1,564 of Part XII.6 taxes.

During the year ended December 31, 2009, the Company renounced \$390,000 of flow through expenditures to the subscribers, resulting in a recovery of future income tax assets with a corresponding reduction in share capital of \$97,500 with respect to the renunciation. As a result of using the look-back rule, the Company accrued \$5,530 (2009:\$34,182) of Part XII.6 tax and penalties and other related penalties and interest.

Flow-through Indemnification Liability

The Company may be required to indemnify flow-through investors for the amount of increased tax payable incurred by the flow-through investor as a consequence of the failure of the Company to incur qualifying exploration expenditures previously renounced to the flow-through investors. Previously renounced and unspent exploration amounts of \$237,294 relating to the flow-through shares offerings completed prior to January 1, 2009 may be subject to such indemnification. As at December 31, 2010, the Company estimated that the potential liability is \$110,000 and accrued a provision for this, included in Part XII.6 tax and penalties. The outcome of the amount of actual claims, if any, is contingent on future assessments to the investors by Canada Revenue Agency and other events which cannot be determined at this time.

7. FINANCIAL INSTRUMENTS

Fair Value of Financial Instruments

The carrying value of accounts payable and accrued liabilities approximate their fair value due to their short-term maturities.

Credit Risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company's cash, amounts receivable and loan receivable are exposed to credit risk. The Company reduces its credit risk on cash by placing these instruments with institutions of high credit worthiness. Loss due to credit risk is believed to be minimal.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

7. FINANCIAL INSTRUMENTS – (cont'd)

Liquidity Risk

Liquidity risk is the risk that the Company may be unable to meet its financial obligations as they fall due or that it will be required to meet them at excessive cost. The Company ensures that there is sufficient capital in order to meet short-term business requirements, after taking into account the Company's holdings of cash. The Company's cash is invested in business accounts which are available on demand. The Company manages its liquidity risk through public placements.

Interest Rate Risk

The Company is exposed to the risk that the value of financial instruments will change due to movements in market interest rates. The Company has no interest-bearing debt with long-term maturities and therefore does not believe that interest rate risk is significant. The Company does not use derivative instruments to reduce its interest rate risk as the Company's management believes that the likely financial impact of interest rate changes does not justify using derivatives.

Foreign Exchange Risk

The Company has a minimal exposure to foreign currencies and considers this risk to be insignificant and therefore does not hedge its foreign exchange risk.

8. CAPITAL DISCLOSURES

The Company manages and adjusts its capital structure based on available funds in order to support its operations and the acquisition and exploration of mineral properties. The Company's primary objectives in managing capital are to:

- Safeguard the entity's ability to continue as a going concern.
- Maintain an optimal capital base in order to support the capital requirements of its operations, including growth opportunities and maintaining investor confidence.

The capital of the Company consists of shareholders' equity totalling \$4,117,080 (2009: \$2,492,309). The Board of Directors does not establish quantitative return on capital criteria for management, but rather relies on the expertise of the Company's management to sustain future development of the business. The Company is not subject to any externally imposed capital requirements. The Company relies on capital markets to support continued growth.

WESTCAN URANIUM CORP.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2010 AND 2009

9. SUBSEQUENT EVENTS

On Jan 18, 2011 the Company granted stock options to certain directors, officers and consultants of the Company to purchase up to a total of 5,000,000 common shares at \$0.11 per share on or before January 18, 2016. The option grants are subject to approval at the next shareholder meeting of the Company to an increase in the Company's fixed 20% stock option plan from the current maximum of 1,040,000 shares to 20% of the then current issued and outstanding share capital. Until shareholder approval has been obtained the stock options may not be exercised by the optionees.

On March 24, 2011, the Company issued 151,583 common shares at \$0.10 per share from the exercise of warrants outstanding at year end.

10. COMPARATIVE FIGURES

Certain previous year's comparative figures have been reclassified to conform with the current year's financial statement presentation.

WESTCAN URANIUM CORP.

**MINERAL PROPERTY SCHEDULE
For the years ended December 31, 2010 and 2009**

Schedule 1

	2010						
	<u>MANITOBA</u>	<u>BC</u>	<u>SASKATCHEWAN</u>				
	COAL PROPERTY	GKH & HAYLEY	COAL PROPERTIES	KEY LAKE	CREE WEST	GREASE RIVER	TOTAL
Balance, December 31, 2009	<u>\$ 13,956</u>	<u>\$ -</u>	<u>\$ 195,049</u>	<u>\$ 1,064,400</u>	<u>\$ 1,062,397</u>	<u>\$ -</u>	<u>\$ 2,335,802</u>
Acquisition costs							
Cash	(6,746)	2,524	-	-	14,781	-	10,559
Shares (Note 3)	<u>-</u>	<u>120,000</u>	<u>-</u>	<u>12,500</u>	<u>12,500</u>	<u>80,481</u>	<u>225,481</u>
	<u>(6,746)</u>	<u>122,524</u>	<u>-</u>	<u>12,500</u>	<u>27,281</u>	<u>80,481</u>	<u>236,040</u>
Deferred exploration costs							
Exploration	-	-	6,132	6,895	(7,531)	156,059	161,555
Camp and accommodation	-	-	9,398	-	418	18,154	27,970
Transportation	<u>-</u>	<u>-</u>	<u>3,745</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,745</u>
	<u>-</u>	<u>-</u>	<u>19,275</u>	<u>6,895</u>	<u>(7,113)</u>	<u>174,213</u>	<u>193,270</u>
Mineral properties written off	<u>(7,210)</u>	<u>(122,524)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(129,734)</u>
Balance, December 31, 2010	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 214,324</u></u>	<u><u>\$ 1,083,795</u></u>	<u><u>\$ 1,082,565</u></u>	<u><u>\$ 254,694</u></u>	<u><u>\$ 2,635,378</u></u>

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WESTCAN URANIUM CORP.

**MINERAL PROPERTY SCHEDULE
For the years ended December 31, 2010 and 2009**

Schedule 1 (cont'd)

	2009					
	<u>MANITOBA</u>	<u>SASKATCHEWAN</u>				TOTAL
	COAL PROPERTY	COAL PROPERTIES	RYAN CREEK	KEY LAKE	CREE WEST	
Balance, December 31, 2008	<u>\$ 14,456</u>	<u>\$ 115,129</u>	<u>\$ 54,598</u>	<u>\$ 1,064,400</u>	<u>\$ 1,062,114</u>	
Acquisition costs						
Cash	(500)	7,500	-	-	-	7,000
Shares (Note 3)	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>10,000</u>
	<u>(500)</u>	<u>17,500</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>17,000</u>
Deferred exploration costs						
Exploration	-	35,877	-	-	25	35,902
Camp and accommodation	-	22,182	-	-	258	22,440
Transportation	<u>-</u>	<u>4,361</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,361</u>
	<u>-</u>	<u>62,420</u>	<u>-</u>	<u>-</u>	<u>283</u>	<u>62,703</u>
Mineral properties written off	<u>-</u>	<u>-</u>	<u>(54,598)</u>	<u>-</u>	<u>-</u>	<u>(54,598)</u>
Balance, December 31, 2009	<u>\$ 13,956</u>	<u>\$ 195,049</u>	<u>\$ -</u>	<u>\$ 1,064,400</u>	<u>\$ 1,062,397</u>	<u>\$ 2,335,802</u>