NUINSCO RESOURCES LIMITED

UNAUDITED CONSOLIDATED FINANCIAL STATEMENTS

THREE MONTHS ENDED MARCH 31, 2006

Management's Comments on Unaudited Consolidated Financial Statements

The accompanying unaudited interim consolidated financial statements of Nuinsco Resources Limited for the three months ended March 31, 2006 have been prepared by management and approved by the Board of Directors of the Company.

NUINSCO RESOURCES LIMITED

MANAGEMENT'S DISCUSSION AND ANALYSIS
Three Months Ended March 31, 2006

This Management's Discussion and Analysis is dated May 15, 2006, reflects the three-month period ended March 31, 2006 and should be read in conjunction with the interim consolidated financial statements for the three months ended March 31, 2005 and the Consolidated Financial Statements and the Management Discussion and Analysis for the period ended December 31, 2005. These documents, along with an Annual Information Form and others published by Nuinsco Resources Limited ("Nuinsco" or the "Company") are available on SEDAR at www.sedar.com *or from the office of the Company.*

COMPANY OVERVIEW

Nuinsco is a Canadian exploration stage mineral resource company engaged in the acquisition, exploration and development of precious and base metal properties. Property interests are located in northwestern Ontario, in northern Manitoba on the Thompson Nickel Belt, in Saskatchewan's Athabasca Basin, in the Lac Rocher area of Quebec and in northeastern Turkey. In 2004, the Company sold the Rainy River property for cash payments, a royalty and shares of a new public company.

RESULTS OF OPERATIONS

For the three months ended March 31, 2006 the Company had income of $1,744,000, compared to a net loss of $395,000 in the same period of 2005. Significant income of $1,053,000 was realized in the current quarter from the sale of marketable securities (Rainy River Resources Ltd.). The Company also recognized income tax recoveries in the first quarters of 2006 and 2005 of $1,076,000 and $211,000, respectively. These income tax recoveries represent the tax benefits realized from the renunciation of Canadian exploration expenses to the investors in flow-through financings. In the three months ended March 31, 2006 no property write-downs were required, while in the same period of 2005 the Prairie Lake project was written down by $325,000. At December 31, 2005, the Company took a write down of its Mel project in the amount of $3,906,000 because its option agreement had expired in February 2006. This agreement has now been extended to February 28, 2008 and future costs will be capitalized. The accounting treatment does not reflect management's view of the value of the Mel project. Unfortunately, accounting principles do not allow the recovery of prior period write downs. General and corporate expenses totalled $400,000 in the three-months ended March 31, 2006 compared to $279,000 in the same 2005 period. This reflects increased activities related to reviewing new projects, legal costs on financing opportunities and general corporate activities. As mentioned in the December 31, 2005 Management's Discussion and Analysis, administration costs are expected to continue to increase as the Company's activities expand and regulatory compliance demands are met.

SUMMARY OF QUARTERLY RESULTS

Selected financial information for the first quarter of fiscal 2006 and each of the quarters of fiscal 2005 and 2004.

Fiscal year 2006	1st Quarter
Revenue	$ 1,070,000
Income	$ 1,744,000
Income per share – basic and diluted	$ 0.02

Fiscal year 2005	4th Quarter	3rd Quarter	2nd Quarter	1st Quarter
Revenue	$ 404,000	$ 2,000	$ 2,000	$ -
Loss	$ (3,798,000)	$ (1,064,000)	$ 247,000	$ (395,000)
Loss per share – basic and diluted	$ (0.04)	$ (0.01)	$ -	$ -

Fiscal year 2004	4th Quarter	3rd Quarter	2nd Quarter	1st Quarter
Revenue	$ -	$ 1,000	$ 6,000	$ 11,000
(Loss) income	$ (7,380,000)	$ (705,000)	$ (765,000)	$ 144,000
(Loss) income per share – basic and diluted	$ (0.09)	$ (0.01)	$ (0.01)	$ -

EXPLORATION AND DEVELOPMENT ACTIVITIES

For the three-month period ended March 31, 2006, the Company incurred exploration expenditures of $1,031,000 on mineral interests, compared to $1,280,000 in the same period of 2005. The majority of expenditures in 2006 were made on the Minago Nickel Project and Diabase Peninsula Uranium Properties, where drilling and analysis work was undertaken. Complete details of the mineral properties can be reviewed in the 2005 Annual Report.

Mel Project

At the end of 2005, a write-down of $3,900,000 was required because the Mel option agreement expired on February 28, 2006 and the Company had not incurred the required $6,000,000 expenditure. The Mel option agreement was amended in May 2006 to extend the date to complete the $6,000,000 expenditure to February 28, 2008. Nuinsco has spent a total of $4,100,000 to date, and expects to complete its required expenditures before the new deadline of February 28, 2008 to earn a 100% interest. Inco has the right to earn back a 51% interest in the Mel Project. The Company did not conduct any exploration at the Mel Project during the first quarter of 2006.

Minago Project

Nuinsco has expended $1,400,000 on the Minago Project. Of this, $300,000 was spent in the first quarter of 2006 on sampling for metallurgical studies, and diamond drilling to provide additional samples for: ongoing metallurgical study, geotechnical measurements, confirmation of historic assays and to test for extensions to the existing mineralized envelope. Two holes were completed totaling 1,483 metres, and analytical results are pending. In addition, preparations were made to commence a baseline environmental study of the Minago area, the fieldwork component of which has recently been initiated.

Turkish Properties

Nuinsco has two properties in northeastern Turkey: the Berta copper/gold project, on which Nuinsco conducted exploration in 2004 and 2005, and the Elmalaan copper-zinc property on which the Company signed a letter of intent with Falconbridge Limited in December 2005. The letter of intent requires that Nuinsco expend US$250,000, including 1,000 metres of diamond drilling, before the end of December 2006. The formal option agreement is currently being drafted. No fieldwork was conducted at either Berta or Elmalaan during the first quarter of 2006, however preparations were made for an airborne geophysical survey that will be conducted on both properties during the second quarter.

Diabase Peninsula Property

In December 2004, Nuinsco optioned 50% of a prospective Uranium property in the Athabasca Basin of northern Saskatchewan from Trend Mining Company. During the first quarter of 2006, Nuinsco spent $600,000 on an exploration program consisting of six diamond drill holes, totaling 2,789 metres, and associated analytical work. These preliminary drill holes have tested ground TEM resistively anomalies over 3.8 kilometres at wide spacing of between 400 metres and 1,000 metres. All holes have attained the unconformity beneath Athabasca sediments and the Cable Bay Shear Zone, the source of the TEM anomalies.

LIQUIDITY AND CAPITAL RESOURCES

At March 31, 2006, the Company had working capital of $3,070,000, compared to $3,327,000 at December 31, 2005. In addition, the Company's marketable securities had a value of $1,644,000 in excess of their book value.

Subsequent to the end of the period, a $3,000,000 financing proposal was announced consisting of $1,750,000 of flow-through shares at $0.40 per share and $1,750,000 of common shares at $0.32 per share.

The Company is sufficiently financed to fund its anticipated future administration and exploration costs unless a decision is made to advance one or more of its project to the feasibility level. In addition, the Company announced a transaction with Campbell Resources Inc. whereby Nuinsco has agreed to purchase $2,500,000 shares of Campbell at $0.08 per share. This purchase would represent approximately 10% of Campbell's outstanding shares.

The transaction also provides Nuinsco with an option to purchase an additional 20% interest in Campbell at a price of $0.10 per share. The option is valid for a two-year period and would require an investment of approximately $7,700,000 should the Company exercise its option in full.

As part of this transaction Nuinsco has agreed to enter into an Operating Management Agreement whereby Nuinsco would manage Campbell's Joe Mann gold mine and Copper Rand copper mine for a fee of $25,000 per month plus 200,000 common shares per month to a maximum of 4,000,000 shares. The Company will also receive 2,000,000 shares on commencement of the Operating Management Agreement and an additional 1,000,000 shares on completion of the contemplated financings by Campbell.

As additional compensation, Nuinsco will receive a 50% interest in the Corner Bay copper deposit in Chibougamau, Quebec for obtaining up to $4,000,000 financing to bring the upper portion of the property to production. The expected total cost to bring this property to production is $9,000,000 to $12,000,000 and is subject to completion of a feasibility study at Campbell's expense.

To finance the aforementioned $2,500,000 acquisition of Campbell shares, the Company has announced that it intends to complete a rights offering to its shareholders on the basis of one right for every four shares owned. The pricing has not yet been established, but is expected in the near future. The board of directors and management believe that a rights offering will give the existing shareholders an opportunity to choose to participate in financing the Company's activities and thereby reduce the dilution required to advance the Company's many attractive projects.

OUTSTANDING SHARE DATA

At May 13, 2006, the Company had 105,989,912 common shares issued and outstanding. In addition, there were 10,825,000 stock options granted, 1,052,632 shares reserved for conversion of the convertible debt, and 10,106,590 warrants, compensation units and underlying warrants issued and outstanding which if exercised would bring the fully diluted issued common shares to a total of 128,974,137 and would generate $7,100,000 of cash.

OUTLOOK

Nuinsco is a multi-commodity company with a singular focus on growth. With exposure to a range of commodities, from gold to nickel to copper, zinc and uranium, the Company is uniquely positioned to capitalize on strong commodity prices throughout the cycle and create that growth for its shareholders.

Nuinsco's goal remains to become a producing company that generates cash flow to advance its strong stable of exploration and development projects. The Company is very pleased with the Campbell Transaction, which it anticipates will move it closer to achieving this goal. An immediate benefit is that the Operating Management Agreement will provide a certain level of cash flow to offset a portion of overhead and exploration expenses. Assuming the Company achieves its objectives with respect to increasing production at Campbell's Joe Mann gold and Copper Rand copper mines, an increase in the value of Nuinsco's shareholdings in Campbell would be expected. Potentially most significant, however, is the near-term production opportunity arising from the proposed 50% interest in the high-grade Corner Bay copper deposit and exposure to other advanced projects in the Chibougamau mining camp.

Corner Bay is a very robust deposit that hosts a measured and indicated resource of approximately 1,000,000 tons grading 5.25% copper, and an additional inferred resource of 874,000 tons grading 6.6% copper. Based on studies done by Campbell, development of a mine producing approximately 15,000,000 pounds of copper annually could take about one year and between $9,000,000 and $11,000,000 to build.

While the Campbell Transaction is expected to occupy a significant portion of management's time during 2006, the Company also intends to remain very active on its key exploration projects. In Canada, the Diabase Peninsula uranium property, Minago nickel project, Mel nickel project and Cameron Lake gold project are all expected to benefit from considerable work this year. In Turkey Nuinsco is committed to a $250,000 exploration program on the Elmalaan copper-zinc property, which is scheduled to begin in the second quarter, while exploration will continue to be conducted on the Berta copper-gold property by Falconbridge, the Company's joint venture partner and operator.

Economic conditions in the mining industry continue to be favourable, as metal prices remain strong due to continuing worldwide demand for commodities virtually across the board. This is a positive trend for all exploration and mining companies, and Nuinsco is optimistic in its ability to capitalize on the current robust environment and create growth for shareholders by achieving its goal of becoming a producing mining company.

RISKS AND UNCERTAINTIES

The nature of risks and uncertainties are discussed in the Annual Information Form filed by the Company and in the Management's Discussion and Analysis for the period ended December 31, 2005, and apply to the period under review.

FORWARD LOOKING STATEMENTS

These consolidated financial statements and management's discussion and analysis contain certain forward-looking statements relating to, but not limited to, the Company's expectations, intentions, plans and beliefs. Forward-looking information can often be identified by forward-looking words such as "anticipate", "believe", "expect", "goal", "plan", "intend", "estimate", "may" and "will" or similar words suggesting future outcomes, or other expectations, beliefs, plans, objectives, assumptions, intentions or statements about future events or performance. Forward-looking information may include reserve and resource estimates, estimates of future production, unit costs, costs of capital projects and timing of commencement of operations, and is based on current expectations that involve a number of business risks and uncertainties. Factors that could cause actual results to differ materially from any forward-looking statement include, but are not limited to, failure to establish estimated resources and reserves, the grade and recovery of ore which is mined varying from estimates, capital and operating costs varying significantly from estimates, delays in obtaining or failures to obtain required governmental, environmental or other project approvals, inflation, changes in exchange rates, fluctuations in commodity prices, delays in the development of projects and other factors. Forward-looking statements are subject to risks, uncertainties and other factors that could cause actual results to differ materially from expected results.

Potential shareholders and prospective investors should be aware that these statements are subject to known and unknown risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. Shareholders are cautioned not to place undue reliance on forward-looking information. By its nature, forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, that contribute to the possibility that the predictions, forecasts, projections and various future events will not occur. The Company undertakes no obligation to update publicly or otherwise revise any forward-looking information whether as a result of new information, future events or other such factors which affect this information, except as required by law.

May 15, 2006

NUINSCO RESOURCES LIMITED
CONSOLIDATED BALANCE SHEETS
(in thousands of Canadian dollars)

	March 31, 2006 (unaudited)	December 31, 2005 (audited)
ASSETS		
Current		
Cash and cash equivalents	**$ 1,408**	$ 578
Cash for exploration expenditures	**1,394**	2,072
Marketable securities – at cost (market value $1,810)	**166**	316
Accounts receivable	**217**	46
Current portion of long-term receivable	**750**	1,000
Prepaid expenses	**19**	29
Total current assets	**3,954**	4,041
Exploration and Development Projects (Note 2)	**6,008**	5,076
Buildings and Equipment	**45**	41
	$ 10,007	$ 9,158
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	**$ 884**	$ 714
Convertible notes	**200**	200
	1,084	914
Shareholders' Equity		
Share capital (Note 3(a))	**61,703**	62,768
Stock option compensation	**993**	1,177
Share purchase warrants	**406**	406
Contributed surplus (Note 3(b))	**1,233**	1,049
Deficit	**(55,412)**	(57,156)
Net shareholders' equity	**8,923**	8,244
	$ 10,007	$ 9,158

GOING CONCERN (NOTE 1(b))

Approved by the Board

W. Warren Holmes, Director

René R. Galipeau, Director

NUINSCO RESOURCES LIMITED
CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT
(unaudited - in thousands of Canadian dollars, except per share amounts)

	Three Months Ended March 31,	
	2006	**2005**
Revenue		
Interest income	**$ 14**	$ -
Gain on sale of marketable securities	**1,053**	-
Other	**3**	-
	1,070	
Costs and Expenses		
General and administrative	**400**	279
Amortization	**2**	2
Write-down of exploration and development projects	-	325
	402	606
Income (loss) before income taxes	**668**	(606)
Income tax recoveries (Note 3(a))	**1,076**	211
Income (net loss) for period	**1,744**	(395)
Deficit, beginning of period	**(57,156)**	(52,146)
Deficit, end of period	**$ (55,412)**	$ (52,541)
Income (loss) per share – basic and fully diluted	**$0.02**	$(0.00)
Weighted average outstanding common shares	**105,777,412**	87,515,402

NUINSCO RESOURCES LIMITED
CONSOLIDATED STATEMENTS OF CASH FLOWS
(unaudited - in thousands of Canadian dollars)

	Three Months Ended March 31,			
Cash from (used by)		**2006**		**2005**
Operating activities				
Income (net loss) for the period	**$**	**1,744**	$	(395)
Items not affecting cash				
Gain on sale of marketable securities		**(1,053)**		-
Depreciation		**2**		2
Write-down of exploration and development projects		-		325
Income tax recoveries		**(1,076)**		(211)
Changes in non-cash working capital		**(442)**		(35)
Cash used by operating activities		**(825)**		(314)
Financing Activities				
Long-term receivable		**250**		250
Issue of common shares		**-**		122
Cash from financing activities		**250**		372
Investing activities				
Sale of marketable securities		**1,203**		-
Additions to exploration and development projects		**(470)**		(939)
Additions to buildings and equipment		**(6)**		
Cash from (used by) investing activities		**727**		(939)
Net increase (decrease) in cash during period		**152**		(881)
Cash and cash equivalents, beginning of period		**2,650**		998
Cash and cash equivalents, end of period	**$**	**2,802**	$	117
Cash and cash equivalents, end of period				
Cash and cash equivalents	**$**	**1,408**	$	117
Cash for exploration expenditures		**1,394**		-
	$	**2,802**	$	117

1. a) General

The interim consolidated financial statements of the Company for the three months ended March 31, 2006 have been prepared by management using accounting principles generally accepted in Canada for interim financial statements. These interim statements reflect the same accounting principles set out in the notes to the Company's consolidated financial statements as of December 31, 2005, and should be read in conjunction with those annual financial statements and the notes thereto. The results of operations and cash flow for the current period are not necessarily indicative of the results to be expected for the full year.

b) Going Concern

These interim consolidated financial statements have been prepared using accounting principles applicable to a going concern entity, which assume that the entity will continue operating in the future and be able to realize its assets and discharge its liabilities in the normal course of its business. The Company's exploration and development projects are in their early stages and, consequently, the Company, having no operating revenues to sustain its activities, has been wholly dependent on debt and equity financings and the optioning or sale of resource properties for its funds.

Several adverse conditions cast substantial doubt on the validity of the Company's application of the going concern principle. During recent years, the Company has incurred losses. These losses included losses on the sale of and write-downs of exploration and development projects. Should the Company not be able to obtain additional financing and should the Company not be able to continue as a going concern, then adjustments would be required with respect to the carrying value of the Company's assets and liabilities, reported net loss, and the balance sheet classifications used.

2. Exploration and Development Projects

Activities and balances for the periods are as follows (thousands of Canadian dollars):

	Balance December 31, 2005	Current Expenditures	Write-downs /recoveries	Balance March 31, 2006
Lac Rocher	$ 1,693	$ -	$ -	$ 1,693
Mel (1)	-	53		53
Cameron Lake	531	24	-	555
Minago	1,158	259	-	1,417
Berta	533	35	-	568
Diabase	919	622	-	1,541
Other	242	38	(99)	181
	$ 5,076	$ 1,031	$ (99)	$ 6,008

	Balance December 31, 2004	Current Expenditures	Write-downs	Balance March 31, 2005
Lac Rocher	$ 1,686	$ -	$ -	$ 1,686
Mel	3,431	371	-	3,802
Cameron Lake	662	20	-	682
Minago	434	649	-	1,083
Prairie Lake	325	-	(325)	-
Fednor/Halliday	417	46	-	463
Berta	64	76	-	140
Diabase	22	93	-	115
Other	83	25	-	108
	$ 7,124	$ 1,280	$ (325)	$ 8,079

(1) At December 31, 2005, accounting principles required a write down to the value of the Mel project because the Company had not completed the required $6,000,000 expenditure and the option agreement expired on February 28, 2006. During the first quarter of 2006, the agreement was extended to February 28, 2008 and future costs will be capitalized.

3. **Share Capital**

a) During the three-month period ended March 31, 2006 the following change in common shares occurred:

	Shares		Amount (‘000s)
Balance December 31, 2005	105,727,412	$	62,768
Issued for property	50,000		11
Renunciation of flow-through share value (1)	-		(1,076)
Balance March 31, 2006	105,777,412	$	61,703

(1) In February 2006, the Company renounced $3,154,977 (2005 - $618,000) in Canadian Exploration Expenditures to investors of flow-through shares in 2005 and 2004 respectively. The tax value of these renunciations has been recorded as a future tax liability and charged against share capital. Since the Company has a valuation allowance which reduces the future income tax assets, the valuation allowance was reduced and income tax recoveries recognized in the statement of operations in the amount of $1,076,000 (2005 - $211,000).

(b) During the first quarter 1,000,000 stock options at an exercise price of $0.42 per share were cancelled.

4. **Subsequent Events**

(a) In April 2006, the Company announced a proposed transaction with Campbell Resources Inc. (“Campbell”) (“the Campbell Transaction”). The Campbell Transaction includes the following:

Nuinsco will enter into an Operating Management Agreement to provide operating management services for Campbell’s development and mining activities, including development to increase production at the Copper Rand copper mine, development of the Corner Bay copper deposit and optimization of the Joe Mann gold mine.

Under the Operating Management Agreement, Nuinsco will receive:

- A 50% interest in Campbell’s advanced Corner Bay copper deposit.
- Two-year warrants to purchase up to 20% of the issued and outstanding common shares of Campbell, on a fully diluted basis. The exercise price of the warrants will be $0.10 per share;
- 2,000,000 common shares of Campbell upon commencement of the provision of services under the Management and Operating Agreement;
- 1,000,000 common shares of Campbell upon completion by Campbell of all of the financings described below; and,
- Fees of $25,000 plus 200,000 common shares of Campbell per month, in advance (up to a maximum of 4,000,000 common shares).

Nuinsco is also entitled to appoint two individuals as directors of Campbell.

Campbell Resources Financings

Campbell’s proposed financing agreements are as follows:

- Nuinsco has agreed to subscribe for 31,250,000 units of Campbell (the “Nuinsco Placement”) at a price of $0.08 per unit, for gross proceeds of $2,500,000.
- Sprott Securities Inc. (the “Agent”) has agreed to complete, on a best efforts private placement basis, the sale of up to 100,000,000 units of Campbell at a price of $0.08 per unit, for gross proceeds of up to $8,000,000 (the “Brokered Placement”).
- Concurrent with the Brokered Placement and the Nuinsco Placement, Campbell will proceed with a rights offering (the “Rights Offering”) to its shareholders of up to 62,500,000 units at a price of $0.08 per unit, for gross proceeds of up to $5,000,000. In the event that the Rights Offering is not fully subscribed, the Agent and Nuinsco will have the option to take up any shortfall on a prorata basis to their equity financings.

Each unit of all three financings shall consist of one common share and one half of one common share purchase warrant. Each whole common share purchase warrant shall be exercisable at any time for one common share at a price of $0.15 for a period of two years following closing. Campbell shall have the right, 12 months after closing, to call the outstanding warrants should Campbell common shares trade above $0.30 for 20 consecutive trading days.

The net proceeds of the Brokered Placement, the Nuinsco Placement and the Rights Offering will be used, under Nuinsco's management, to fund further development to expand production at the Copper Rand mine, to finance development of the Corner Bay deposit and for general working capital. Except for $4,000,000 to repay a secured credit facility, no proceeds of the financing agreements will be used under the Plan of Arrangement.

(b) As part of the Campbell Transaction Nuinsco announced its intention, subject to receipt of all required regulatory approvals, to complete a rights offering to its shareholders. Terms of the rights offering have not been determined but are expected before the end of May 2006.

(c) On May 4, 2006, the Company announced a non-brokered equity financing of up to $3,000,000, including $1,750,000 of flow-through shares at $0.40 per share and $1,750,000 of common shares at $0.32 per share. The financing is expected to close before the end of May 2006.