NUINSCO RESOURCES LIMITED

CONSOLIDATED BALANCE SHEETS
(in thousands of dollars)

	September 30, 2003 (unaudited)	December 31, 2002
ASSETS		
Current		
Cash (Note 4(c))	**$ 15**	$ 100
Accounts receivable	**12**	7
Prepaid expenses	**21**	17
Total current assets	**48**	124
Cash for Exploration Expenditures (Note 4(c))	**-**	277
Exploration and Development Projects (Note 2)	**17,195**	16,296
Other Assets	**138**	145
	$ 17,381	$ 16,842
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	**$ 828**	$ 631
Demand loans (Note 3)	**400**	-
Total current liabilities	**1,228**	631
Long-term		
Convertible notes	**200**	200
	1,428	831
Shareholders' Equity		
Share capital (Note 4(a),(c))	**55,491**	55,146
Stock option compensation (Note 4(b))	**102**	31
Contributed surplus	**759**	759
Deficit	**(40,399)**	(39,925)
Net shareholders' equity	**15,953**	16,011
	$ 17,381	$ 16,842

SUBSEQUENT EVENTS (Note 4 (c))

Approved by the Board

W. Warren Holmes, Director

René R. Galipeau, Director

CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited - in thousands of dollars)

	Three Months Ended September 30		Nine Months Ended September 30	
Cash from (used by)	**2003**	2002	**2003**	2002
Operating activities				
Net loss for the period	**$ (138)**	$ (84)	**$ (474)**	$ (669)
Items not affecting cash				
Depreciation	**2**	3	**7**	9
Stock option compensation	**7**	-	**71**	-
Write-down of exploration and development projects	**-**	-	**-**	300
	(129)	(81)	**(396)**	(360)
Changes in non-cash working capital	**76**	2	**141**	39
Cash used by operating activities	**(53)**	(79)	**(255)**	(321)
Financing Activities				
Demand Loans	**-**	-	**400**	-
Convertible Notes	**-**	-	**-**	200
Deposits	**-**	-	**-**	-
Issue of common shares	**75**	181	**345**	181
Cash from financing activities	**75**	181	**745**	381
Investing activities				
Cash for exploration expenditures	**-**	-	**277**	116
Additions to exploration and development projects	**(139)**	(75)	**(852)**	(258)
Cash used by investing activities	**(139)**	(75)	**(575)**	(142)
Net increase (decrease) in cash during period	**(117)**	27	**(85)**	(82)
Cash, beginning of period	**132**	5	**100**	114
Cash, end of period	**$ 15**	$ 32	**$ 15**	$ 32

CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT

(unaudited - in thousands of dollars, except per share amounts)

	Three Months Ended September 30		Nine Months Ended September 30	
	2003	2002	**2003**	2002
Revenue				
Interest income	**$ -**	$ -	**$ 1**	$ 3
Costs and Expenses				
General and administrative	**129**	81	**397**	363
Depreciation	**2**	3	**7**	9
Stock option compensation	**7**	-	**71**	-
Write-down of exploration & development projects	**-**	-	**-**	300
	138	84	**475**	672
Net loss for period	**138**	84	**474**	669
Deficit, beginning of period	**40,261**	38,382	**39,925**	37,797
Deficit, end of period	**$ 40,399**	$ 38,466	**$ 40,399**	$ 38,466
Loss - basic and fully diluted	**nil**	nil	**$0.01**	$0.01
Weighted average outstanding common shares	**60,945,600**	57,205,731	**60,566,842**	55,246,322

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
September 30, 2003 (unaudited)

1. a) General

The consolidated interim financial statements of the Company are prepared by management using accounting principles generally accepted in Canada for interim financial statements and reflect the accounting principles set out in the notes to the Company's consolidated financial statements as of December 31, 2002, appearing in the Company's 2002 Annual Report. These interim financial statements should be read in conjunction with those annual financial statements and the notes thereto. The results of operations and cash flow for the current periods are not necessarily indicative of the results to be expected for the full year.

b) Going Concern

These 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 principally by obtaining additional financings at this stage of its operations. The Company has suffered recurring losses from operations and has a working capital deficiency, both of which raise doubt about its ability to continue as a going concern. These financial statements do not reflect adjustments in the carrying values of the Company's assets and liabilities and reported losses that would be necessary if the going concern assumption were not appropriate.

As disclosed in Note 4(c), the Company completed two financings in October 2003 for gross proceeds of $2,974,000.

2. Exploration and Development Projects

Project	September 30, 2003	December 31, 2002
	(in thousands)	
Rainy River	$ 11,884	$ 11,789
Lac Rocher	2,714	2,712
Mel Properties	2,076	1,487
Prairie Lake	280	143
Other	241	165
	$ 17,195	$ 16,296

3. Demand Loans

During the nine month period ended September 30, 2003, the Company received a total of $400,000 from two directors of the Company in the form of demand loans bearing interest of 12% per annum. Interest expense of $24,000 has been accrued in the accounts.

4. Share Capital

a) In May 2003, 666,279 common shares were issued under a private placement flow-through financing for proceeds of $270,000. As part of the financing, 275,000 warrants were granted to the investors exercisable at $0.60 each to May 2004. In August 2003, 375,000 warrants were exercised for proceeds of $75,000.

b) During the nine month period ended September 30, 2003, 1,500,000 stock options were granted under the stock option plan. The options were granted for a term of five years at a price of $0.25 each. The fair value of the 1,500,000 options granted has been estimated on the date of the grant at $70,500 using the Black-Scholes option pricing method, using the following weighted average assumptions:

	2003	2002
Dividend yield	-	-
Expected volatility	22.0%	-
Risk free interest rate	4.3%	-
Expected option term-years	3	-

c) Subsequent to September 30, 2003, the Company closed private placement financings for gross proceeds as follows:

i) 9,457,506 flow-through units for gross proceeds of $l,986,076.
ii) 4,940,476 units for gross proceeds of $988,095

Each of the above units consisted of one common share and a half common share purchase warrant. Each whole warrant is exercisable at $0.40 to April 2005. The proceeds from the issue of the flow-through units will be used to fund exploration activities in the future.

d) At November 26, 2003, the issued and outstanding common shares of the Company totalled 75,468,584 and on a fully diluted basis there would be 89,564,607 common shares outstanding.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Three Months Ended September 30, 2003

This MD&A reflects the three month period ended September 30, 2003 and should be read in conjunction with the MD&A included in the 2002 Annual Report.

RESULTS OF OPERATIONS

For the three months ended September 30, 2003, the Company incurred a loss of $138,000 compared to a loss of $84,000 in the same period of 2002. The significant increase in general and administrative expenses from 2002 is the result of expanded corporate activity.

LIQUIDITY AND CAPITAL RESOURCES

Cash decreased during the three month period ended September 30, 2003 by $117,000 to $15,000. Current liabilities increased from $631,000 at December 31, 2002 to $l,228,000. Current liabilities increased as two directors of the Company advanced a total of $400,000 on a demand loan basis bearing interest at 12% per annum in the first quarter of 2003. In August 2003, the Company received $75,000 from the exercise of 375,000 share purchase warrants. These funds, along with the cash available from the flow-through financing in December 2002 and the financing for flow-through shares of $270,000 in April were used to fund the exploration undertaken with INCO on the Mel properties and on the Prairie Lake property.

Subsequent to September 30, 2003, the Company completed private placement financings for gross proceeds of $2,974,000 with the issuance of l4,397,982 units. Each unit consists of one common share and half a share purchase warrant. Each whole warrant is exercisable at $0.40 to purchase a common share to April 2005. Approximately $l,986,000 of the proceeds (9,457,506 units) are for flow-through shares which funds will be used to fund exploration activities in the future. Management is also reviewing additional financing opportunities.

OUTLOOK

With the financings in place, management has plans to undertake a number of exploration and development programs to advance its properties towards possible production. Additional financings will be required for ongoing corporate and administration expenses. The environment for financings has become very favourable in recent months.

REPORT TO SHAREHOLDERS

The Company was saddened by the death of its Chairman, Mr. Doug Hume, on September l7, 2003. Mr. Hume has been widely recognized for providing the direction for Nuinsco Resources which reorganized in l970. He is also known in the mining world for his integrity and determination. His contribution however went beyond Nuinsco, for he was very active with The Prospectors and Developers Association of Canada including being President. The Cameron Lake, Rainy River, Lac Rocher and Prairie Lake properties, which Nuinsco still holds, were all part of the Hume legacy.

During the third quarter, better gold and nickel prices incented the company to re-evaluate its nickel (Mel and Minago) and gold (Cameron Lake and Rainy River) properties with respect to possible mine development and/or opportunities to joint venture. While the Company's cash position was very poor during the quarter, financing opportunities were also evaluated.

Extensive trenching and bedrock sampling was carried out on the Company's Prairie Lake carbonatite property located in northwestern Ontario. While this work confirmed only low-grade values for tantalum-niobium mineralization it did outline areas of phosphate-carbonate rich rock which may have potential as a natural soil additive and fertilizer. The potential for a by-product tantalum-niobium concentrate still exists.

In October 2003, the Company improved its financial position by $2.974 million by closing on the financing reported above. The proceeds will be used to expand its current exploration and development plans and to significantly decrease its current liabilities.

In the fourth quarter of 2003, the Company announced a diamond drill program at its Cameron Lake gold deposit. The 12 hole drill program is planned to enhance the open pit resources and to expand previously defined higher-grade zones having drill intercepts better than 8 grams/tonne. Previous studies in l989 by Watts Griffis and McOuat indicated an average grade of 5.38 grams/tonne for the deposit (quoted as an historical grade). Once drilling has been completed, the previous calculated reserve and grade numbers will be revised to 43-l0l standards by an independent engineering firm. This is expected to be completed by mid-winter 2004 and will allow Nuinsco to proceed with scoping studies using the new resource figure. On the Company's Rainy River #17 gold zone, an independent engineer has been engaged to provide a 43-l0l compliant estimate for this resource.

The Company also announced the hiring of Brian Robertson as Vice President, Mining. Nuinsco is strategically positioning itself as a junior exploration company with strong mining expertise.

In early 2004, the Company will conduct further exploration in Manitoba on its Mel claims and lease located along the Thompson Nickel belt held under option from INCO. Previous geophysical surveys have defined several drill-ready targets. This exploration is directed towards discovery of nickel sulphide deposits close to Thompson, Manitoba.

On behalf of the Board of Directors,

W. Warren Holmes
President & CEO
November 26, 2003