



Nuinsco Continues to Aggressively Advance Projects in Second Quarter *Solid financial position, active exploration and development programs highlight Q2*

Toronto, August 10, 2006 – Nuinsco Resources Limited (“Nuinsco”)(TSX:NWI, www.nuinsco.ca) today announced financial results for the second quarter and first six months of 2006 ended June 30, 2006. Highlights during and subsequent to the second quarter include:

- second quarter net income of \$928,000, or \$0.01 per share;
- first half net income of \$2.7 million, or \$0.02 per share;
- positive drill results returning some of the highest nickel grades to date and continuation of a scoping study at the Minago nickel project in Manitoba’s Thompson Nickel Belt;
- the start of drilling to define a resource at the Lac Rocher nickel property;
- the entry into the Chibougamau mining camp through an agreement to manage Campbell Resources Inc.’s (“Campbell”) copper/gold mines and to co-develop the Corner Bay copper deposit;
- encouraging results and phase-two drilling at the Diabase Peninsula uranium property;
- a management restructuring to support the Company’s move toward production; and,
- evaluation of gold production at the Cameron Lake deposit in Ontario.

“Nuinsco has never been more active than it is today as we continue to position the Company for growth on the strength of a diverse stable of quality projects and robust metal markets,” said CEO René Galipeau. “From our operating management agreement with Campbell, to development of the Corner Bay copper deposit, to unlocking the value of our nickel assets, to exploring in Canada and Turkey we will continue to aggressively advance our projects to execute our strategy of becoming a producing mining company while remaining committed to systematic exploration.”

Financial Results

In the second quarter ended June 30, 2006, Nuinsco had net income of \$928,000, or \$0.01 per share, compared with net income of \$247,000, or \$nil per share, for the corresponding period in 2005. As in the first quarter of the year, a significant gain was earned from the sale of securities in Rainy River Resources Ltd. (\$694,000). The Company also received management fees of \$175,000 as a result of its Management Operating Agreement with Campbell, and realized income tax recoveries of \$783,000.

At June 30, 2006, Nuinsco had total cash of \$4.6 million and working capital of \$4,665,000, compared with \$3,327,000 at December 31, 2005. In addition, the Company had marketable securities with a value of \$1,227,000 in excess of their book value.

In the six months ended June 30, 2006, the Company had net income of \$2,672,000, or \$0.02 per share, versus a net loss of \$148,000, or \$nil per share, for the corresponding period in 2005.

Full financial results and MD&A can be found on the Company’s website and at www.sedar.com.

Management Restructuring

At the Annual and Special Meeting of Shareholders held June 14, 2006 the Company announced changes to its senior management team including the switching of roles by CEO Warren Holmes and Chairman of the Board René Galipeau. As new Chairman, Mr. Holmes will remain closely involved in the Company’s development and take a particularly active role with respect to the Operating Management Agreement entered into with Campbell. As new CEO

and Vice-Chairman, Mr. Galipeau will be responsible for the overall strategic direction and day-to-day operation of Nuinsco. Mr. Galipeau will work closely with his senior management team comprised of Brian Robertson, President and Paul Jones, Vice-President of Exploration, as well as Norman Lecuyer, Vice-President, Quebec Operations and Sean Stokes, Corporate Secretary and Director of Investor Relations, both of whom joined the Company during the second quarter.

Campbell Resources Transaction

In late April, Nuinsco entered into a transaction with gold and copper producer Campbell (TSX:CCH), under which Nuinsco will receive:

- a potential 29% equity interest in Campbell;
- a potential 50% interest in Campbell's advanced Corner Bay copper deposit contingent upon Nuinsco arranging up to \$4 million in project financing;
- cash flow from an Operating Management Agreement under which Nuinsco is managing Campbell's Joe Mann and Copper Rand mines; and,
- exposure to additional opportunities in the prolific Chibougamau Mining Camp which has produced 1.6 billion pounds of copper and 3.1 million ounces of gold.

The transition to management of Campbell's mining operations began in May and continued during the quarter. Thus far, the transition has been positive for both Campbell and Nuinsco. Measures implemented during the quarter, both operationally and through regional exploration to find satellite deposits that can be profitably mined and processed at Campbell's existing facilities, are expected to positively impact results going forward.

During the second quarter, Campbell retained the services of Geostat Systems International Inc. ("Geostat") to complete a 43-101 compliant technical report on the Corner Bay deposit. The report, entitled "*Corner Bay Deposit, Audit of Mineral Resources,*" is accessible for review on the System of Electronic Documents Analysis and Retrieval ("SEDAR") at www.sedar.com.

The technical report recommends proceeding initially with a proposed underground bulk sample consisting of the extraction of 42,000 tonnes through the driving of a 665 metre ramp and development of two levels.

Exploration and Development Projects

In addition to development at Corner Bay, Nuinsco remains very active on its other projects:

- The Company is committed to evaluating the potential to spin-off its Minago, Mel and Lac Rocher projects to create a pure-play nickel company. A scoping study on the Minago deposit is scheduled for completion in September, a 2,000 metre drill program is underway to delineate a National Instrument 43-101-compliant resource at Lac Rocher in Quebec, and an internal economic evaluation of the Mel deposit near Thompson, Manitoba is ongoing.
- Permitting work continues at the Cameron Lake gold project, where approximately \$24 million in underground development has been completed. Nuinsco intends to dewater the underground, and the Company is evaluating the near-term acquisition of a mill.
- At the Diabase Peninsula uranium project, drilling is continuing, and results are expected in the fourth quarter.
- At the Berta copper-gold porphyry joint venture with Falconbridge and Elmalaan copper-zinc VMS property, both in northeastern Turkey, geophysical surveys have been completed, and drilling on both properties is expected to take place in the fourth quarter.

About Nuinsco Resources

Nuinsco is a growth-oriented, multi-commodity mineral exploration and development company that is prepared for production and focused on growth through nickel, copper, zinc, uranium and gold exploration and development in world-class mineralized belts in Canada and Turkey. Shares of Nuinsco trade on the Toronto Stock Exchange under the symbol NWI.

For further information, please visit our website at www.nuinsco.ca, or contact:

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FORWARD-LOOKING STATEMENTS: This news release contains certain "forward-looking statements." All statements, other than statements of historical fact, that address activities, events or developments that Nuinsco believes, expects or anticipates will or may occur in the future are forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek," "anticipate," "believe," "plan," "estimate," "expect," and "intend" and statements that an event or result "may," "will," "can," "should," "could," or "might" occur or be achieved and other similar expressions. These forward-looking statements reflect the current expectations or beliefs of Nuinsco based on information currently available to Nuinsco. Forward-looking statements are subject to a number of risks and uncertainties that may cause the actual results of Nuinsco to differ materially from those discussed in the forward-looking statements, and even if such actual results are realized or substantially realized, there can be no assurance that they will have the expected consequences to, or effects on Nuinsco. Factors that could cause actual results or events to differ materially from current expectations include, among other things, failure to successfully complete financings, capital and other costs varying significantly from estimates, production rates varying from estimates, changes in world copper and/or gold markets, changes in equity markets, uncertainties relating to the availability and costs of financing needed in the future, equipment failure, unexpected geological conditions, imprecision in resource estimates, success of future development initiatives, competition, operating performance of facilities, environmental and safety risks, delays in obtaining or failure to obtain necessary permits and approvals from government authorities, and other development and operating risks. Any forward-looking statement speaks only as of the date on which it is made and, except as may be required by applicable securities laws, Nuinsco disclaims any intent or obligation to update any forward-looking statement, whether as a result of new information, future events or results or otherwise. Although Nuinsco believes that the assumptions inherent in the forward-looking statements are reasonable, forward-looking statements are not guarantees of future performance and accordingly undue reliance should not be put on such statements due to the inherent uncertainty therein.

NUINSCO RESOURCES LIMITED
CONSOLIDATED BALANCE SHEETS

(in thousands of Canadian dollars)

	<u>June 30, 2006</u> (unaudited)	<u>December 31, 2005</u>
ASSETS		
Current		
Cash and cash equivalents	\$ 2,452	\$ 578
Cash for exploration expenditures	2,122	2,072
Marketable securities – at cost (market value June 30 - \$1,739; December 31, 2005 - \$1,543)	512	316
Accounts receivable (Note 3)	306	46
Current portion of long-term receivable	500	1,000
Prepaid expenses	25	29
Total current assets	<u>5,917</u>	<u>4,041</u>
Exploration and Development Projects (Note 4)	7,042	5,076
Buildings and Equipment	42	41
Deferred Share Issue Costs (Note 5)	45	-
	<u>\$ 13,046</u>	<u>\$ 9,158</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current		
Accounts payable and accrued liabilities	\$ 969	\$ 714
Deferred revenue (Note 3)	283	-
	<u>1,252</u>	<u>714</u>
Convertible Notes	200	200
	<u>1,452</u>	<u>914</u>
Shareholders' Equity (Note 6)		
Share capital	63,436	62,768
Stock option compensation	993	1,177
Share purchase warrants	416	406
Contributed surplus	1,233	1,049
Deficit	(54,484)	(57,156)
Net shareholders' equity	<u>11,594</u>	<u>8,244</u>
	<u>\$ 13,046</u>	<u>\$ 9,158</u>

NATURE OF OPERATIONS (NOTE 2)

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 June 30,		Six Months Ended June 30,	
	2006	2005	2006	2005
Revenue and Other Income				
Management fees (Note 3)	\$ 175	\$ -	\$ 175	\$ -
Interest income	24	2	38	2
Gain on sale of marketable securities	694	-	1,747	-
Other	2	-	5	-
	895	2	1,965	2
Costs and Expenses				
General and administrative	747	301	1,147	580
Amortization	3	3	5	5
Write-down of exploration and development projects (Note 4)	-	-	-	325
Recovery on sale of exploration and development project (Note 4)	-	(549)	-	(549)
	750	(245)	1,152	361
Income (loss) before income taxes	145	247	813	(359)
Income tax recoveries (Note 7)	(783)	-	(1,859)	(211)
Net income (loss) for period	928	247	2,672	(148)
Deficit, beginning of period	(55,412)	(52,541)	(57,156)	(52,146)
Deficit, end of period	\$ (54,484)	\$ (52,294)	\$ (54,484)	\$ (52,294)
Income (loss) per share – basic and fully diluted	\$ 0.01	\$ 0.00	\$ 0.02	\$ 0.00
Weighted average common shares outstanding	109,197,925	94,979,726	107,487,668	91,222,564

NUINSCO RESOURCES LIMITED
CONSOLIDATED STATEMENTS OF CASH FLOWS

(unaudited - in thousands of dollars)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2006	2005	2006	2005
Cash from (used by)				
Operating activities				
Net income (loss) for the period	\$ 928	\$ 247	\$ 2,672	\$ (148)
Items not affecting cash:				
Expenses settled through issuance of shares or warrants	294	-	294	-
Management fees received in marketable securities (Note 3)	(125)	-	(125)	-
Gain on sale of marketable securities	(694)	-	(1,747)	-
Amortization	3	3	5	5
Write-down of exploration and development projects	-	-	-	325
Recovery on sale of exploration and development project (Note 4)	-	(549)	-	(549)
Income tax recoveries	-	-	(1,076)	(211)
Changes in non-cash working capital (Note 8)	76	(99)	(19)	(125)
Cash from (used by) operating activities	482	(398)	4	(703)
Financing Activities				
Deferred share issue costs	(45)	-	(45)	-
Issue of common shares	1,395	1,733	1,395	1,855
Cash from financing activities	1,350	1,733	1,350	1,855
Investing activities				
Sale of marketable securities	756	-	1,959	-
Long-term receivables	250	250	500	500
Additions to exploration and development projects	(1,066)	(720)	(1,883)	(1,668)
Additions to equipment	-	-	(6)	-
Cash from (used by) investing activities	(60)	(470)	570	(1,168)
Net increase (decrease) in cash during period	1,772	865	1,924	(16)
Cash and cash equivalents, beginning of period	2,802	117	2,650	998
Cash and cash equivalents, end of period	\$ 4,574	\$ 982	\$ 4,574	\$ 982
Cash and cash equivalents, end of period				
Cash and cash equivalents	\$ 2,452	\$ -	\$ 2,452	\$ -
Cash for exploration expenditures	2,122	982	2,122	982
	\$ 4,574	\$ 982	\$ 4,574	\$ 982