



NEVADA COPPER CORP.

QUARTERLY REPORT FOR THE NINE MONTHS ENDED MARCH 31, 2008

Nevada Copper Corp.
Management's Discussion & Analysis
For the nine months ended March 31, 2008, as of May 9, 2008

General

This Management's Discussion and Analysis of Nevada Copper Corp. (the "Corporation"), formerly "Astron Resources Corporation", has been prepared by management as of May 9, 2008 and should be read in conjunction with the Corporation's audited annual financial statements and related notes for the year ended June 30, 2007 and the unaudited consolidated financial statements of the Corporation for the nine months ended March 31, 2008. All amounts are expressed in Canadian Dollars unless otherwise indicated.

Forward-Looking Statements

Certain statements contained in the following Management's Discussion and Analysis may be deemed forward-looking statements. All statements other than statements of historical facts, including the likelihood of commercial mining and possible future financings are forward-looking statements. Although the Corporation believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not guarantees of future performance and actual results or developments may differ materially from those in the forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include unsuccessful exploration results, changes in commodity prices, changes in the availability of funding for mineral exploration, unanticipated changes in key management personnel and general economic conditions. Mining is an inherently risky business. Accordingly the actual events may differ materially from those projected in the forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date the statements were made, and readers are advised to consider such forward-looking statements while considering the risks set forth below.

Description of Business

The Corporation is an exploration stage mining company engaged in the identification, acquisition, exploration and development of copper and other mineral properties located in the United States.

The Corporation was incorporated on June 16, 1999, under the Business Corporations Act of the Yukon as African Venture Corporation and changed its name to Astron Resources Corporation on July 23, 1999. On August 15, 2006, the Corporation acquired its subsidiary of 607792 British Columbia Ltd. ("607792 BC"), a British Columbia incorporated company, through an exchange of shares and completed its Qualifying Transaction and commenced trading on the TSX Venture Exchange ("TSX-V") on August 17, 2006. On November 16, 2006 Astron Resources Corporation changed its name to Nevada Copper Corp. and commenced trading under the new symbol of "NCU". The Corporation also continued to carry on its business in British Columbia under the Business Corporations Act (British Columbia) on November 16, 2006. On August 16, 2007 the Corporation's common shares were approved for listing and commenced trading on the Toronto Stock Exchange ("TSX") under its current stock symbol "NCU" and it delisted from TSX-V.

The principal asset of the Corporation is a 100% interest in the Pumpkin Hollow property located in north-western Nevada, approximately one hundred miles southeast of Reno. The property is located within a contiguous 21 square mile land package held by the Corporation comprised of patented and unpatented claims.

Overview of Performance

Since the acquisition of 607792 BC on August 15, 2006, the Corporation has embarked on a systematic fast-track program to develop its advanced stage Pumpkin Hollow property located in Nevada. The 19,000 meters drill program is now completed and in November 2007, the Corporation completed an updated independent National Instrument ("NI") 43-101 compliant resource estimate. Copper and iron resources increased significantly while adding gold and silver to the overall resource. On March 17, 2008 the Corporation completed a positive 43-101 compliant Preliminary Economic Assessment ("PEA") of its Pumpkin Hollow property. The PEA was filed on SEDAR on April 3, 2008.

The Corporation commenced its next phase of a 15,000 meter drilling program in January 2008 to focus on following up the several areas where copper mineralization remains open in several directions. The Corporation has also assembled a team of industry leading project development professionals to assist its technical team with the collection of geotechnical, hydrological, environmental, metallurgical and geological data to support and facilitate project feasibility and permitting.

Selected Information

The following table sets forth selected consolidated annual financial information of the Corporation for and as of the end of the last three fiscal years. The selected consolidated financial information should be read in conjunction with the Consolidated Financial Statements of the Corporation.

	March 31,		June 30,		
	2008	2007	2007	2006	2005
	\$	\$	\$	(Note 1) \$	(Note 1) \$
Net profit/(loss)	(2,374,115)	(2,227,669)	(3,212,073)	(80,073)	5,178
Net loss per share	(0.07)	(0.09)	(0.11)	(0.00)	-
Total cash and cash equivalents	2,508,153	2,751,776	5,496,900	344,716	5,593
Working capital	2,082,037	2,771,538	5,064,648	282,640	5,593
Total liabilities	542,304	49,836	488,637	65,021	-
Total assets	12,419,690	6,374,524	11,802,818	754,126	5,593
Shareholders' equity	11,877,386	6,324,688	11,314,181	689,105	5,593

Results of Operations

For the nine months period ended March 31, 2008, the Corporation had a net loss of \$2,374,115 or \$0.07 per share compared to a net loss of 2,227,669 or \$0.09 per share with the corresponding fiscal period of 2007. General administrative expenses totaled \$1,229,003 (2007 - \$501,364) and business development totaled \$430,687 (2007 - 102,598) reflecting the increased business activities during the current period. Stock-based compensation of \$849,700 (2007 - \$1,669,030) was recognized for options granted to directors, employees and consultants representing a significant portion of the loss in the period. The reduction in stock-based compensation was the result of lower number of options being granted during the current period. A total of \$3,545,816 (2007 - \$3,219,579) was spent in property acquisition and exploration related activities. Short-term investments generated interest income totaled \$119,311 for the current period compared to \$97,028 during the same period of 2007.

Summary of Quarterly Results

Selected consolidated financial information for the most recently completely quarters is as follows:

	Interest income	Net loss	Net loss per share
	\$	\$	\$
March 31, 2008	24,968	(660,327)	(0.02)
December 31, 2007	43,666	(554,578)	(0.02)
September 30, 2007	50,677	(1,159,210)	(0.03)
June 30, 2007	30,574	(984,404)	(0.03)
March 31, 2007	32,865	(239,152)	(0.01)
December 31, 2006	41,809	(512,311)	(0.02)
September 30, 2006	22,354	(1,476,206)	(0.07)
June 30, 2006	138	(61,349)	(0.00)

Reference is made to Note 1 of the consolidated financial statements.

Liquidity and Capital Resources

The Corporation's working capital as at March 31, 2008 was \$2,082,037 compared with a working capital position of \$5,064,648 as at June 30, 2007. The decrease in working capital in the period was the result of the expenditures in the period at the Pumpkin Hollow project totalling \$3,545,816 and support for operating activities totalling \$1,530,551. These expenditures were offset by exercise of share purchase warrants and other share issuance totalling \$2,087,620.

On January 10, 2007 the Corporation completed a non-brokered private placement of 1,000,000 units at the price of \$1.25 per unit for gross proceeds of \$1,250,000 with Longview Capital Partners Incorporated ("Longview Capital"). Each unit consisted of one common share and one-half of one common share purchase warrant. Each whole common share purchase warrant entitled the holder to purchase an additional common share of the Corporation at a price of \$1.50 per share for a period of 18 months expiring July 9, 2008. All securities issued in connection with the private placement were subject to a four month hold period which expired May 10, 2007.

On May 29, 2007 the Corporation closed a non-brokered private placement of 2,127,658 units at a purchase price of \$2.35 per unit for gross proceeds of \$5,000,000 with the Blackfish-Investec Resources Special Situations Fund and Investec Bank (UK) Limited. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole common share purchase warrant entitles the holder to purchase an additional common share of the Corporation at a purchase price of \$2.90 per share for a period of 24 months expiring May 29, 2009. All securities issued in connection with the private placement were subject to a four month hold period which expired September 29, 2007.

During the nine months ended March 31, 2008 1,295,020 share purchase warrants were exercised at \$1.50 per share and 95,324 share purchase warrants were exercised at \$1.05 per share for a gross proceed of \$2,042,620. The Corporation also issued 21,589 common shares as compensation to a consultant with market value equivalent to \$45,000.

Transactions with Related Parties

During the period ended March 31, 2008 the Corporation incurred management and administration services of \$90,000 (2007 - \$85,000) from a company with common directors.

Related party transactions are recorded at the amount paid or received as established by contract or as agreed upon by the Corporation and the related party.

Off-Balance Sheet Arrangements

The Corporation has no off-balance sheet arrangement.

Controls and Procedures

The Chief Executive Officer and Chief Financial Officer have instituted a system of disclosure controls for the Corporation to ensure proper and complete disclosure of material information. The limited number of employees within the Corporation facilitates access to real time information about developments in the business for the person responsible for drafting disclosure documents. All documents are circulated to responsible members of management and the board of directors according to the disclosure time-lines contained within the disclosure policy. The disclosure controls conform with the Corporation's Corporate Governance policies.

The Chief Executive Officer and Chief Financial Officer, after evaluating the effectiveness of the Corporation's disclosure controls and procedures have concluded that, as of such date, the Corporation's disclosure controls and procedures were effective to ensure that material information relating to the Corporation was made known to them by others within the Corporation during the period.

Critical Accounting Estimates and Risk Factors

Critical accounting estimates used in the preparation of the financial statements include the Corporation's estimated net recoverable value of these mineral properties. The business of mineral exploration and extraction involves a high degree of risk since very few properties that are explored and developed ultimately achieve commercial production. At present, none of the Corporation's properties have a known body of commercial ore.

The Corporation's impairment determination and resulting estimated net recoverable value on its mineral projects are based on estimated underlying mineral resources associated with the properties and future costs that may be required for ultimate realization through mining operations or by sale. The Corporation is in an industry that is exposed to a number of risks and uncertainties, including exploration, development, commodity, operating, ownership, political, funding, currency and environmental risk. While factoring these risks the Corporation has relied on very preliminary resource estimates on its properties, however, these estimates include assumptions that are potentially subject to significant changes that are not yet determinable. Accordingly, there is always the potential for a material change to the presentation in the financial statements relating to the carrying value of the Corporation's mineral properties.

New Accounting Policy

Financial Instruments

In accordance with this new standard the Corporation now classifies all financial instruments as either held-to-maturity, available-for-sale, held for trading or loans and receivables. Financial assets held to maturity, loans and receivables and financial liabilities other than those held for trading, are measured at amortized cost. Available-for-sale instruments are measured at fair value with unrealized gains and losses recognized in other comprehensive income. Instruments classified as held for trading are measured at fair value with unrealized gains and losses recognized on the statement of loss.

The Corporation has classified its short-term investments as held for trading and therefore carries its investments at fair market value, with the unrealized gain or loss recorded in interest income. The Corporation has classified its marketable securities as available-for-sale and therefore carries them at fair market value, with the unrealized gain or loss recorded in shareholders' equity as a component of other comprehensive income. These amounts will be reclassified from shareholders' equity to net income when they are sold.

Hedges

The new standard specifies the criteria under which hedge accounting can be applied and how hedge accounting can be executed. The Corporation has not designated any hedging relationships.

Use of Financial and Other Instruments

The Corporation has not entered into any specialized financial agreements to minimize its investment, currency or commodity risk. There are no off-balance sheet arrangements. The principal financial instruments affecting the Corporation's financial condition and results of operations is currently its cash and cash equivalents.

Outlook

The Corporation will continue to focus the majority of its exploration and development efforts in the United States for purposes of the acquiring, exploring and developing high-grade copper projects.

As an exploration stage company the future liquidity of the Corporation will be affected principally by the level of its development and exploration expenditures and by its ability to raise an adequate level of capital through the capital markets. In management's opinion the Corporation's current working capital position will be sufficient for purposes of completing its planned exploration and development programs at the Pumpkin Hollow exploration property.

The Corporation will continue to evaluate its funding requirements on a going forward basis in its efforts to meet its future development and growth initiatives.

Subsequent Events

- a. On April 30, 2008 the Corporation closed a bought deal private placement (the "Offering") of 2,400,000 units ("Units") at a purchase price of \$2.70 per Unit for gross proceeds of \$6,480,000 with a syndicate of underwriters, led by Acumen Capital Finance Partners Limited and including Fraser Mackenzie Limited (the "Underwriters"). Each Unit consists of one common share and one-half of a transferable common share purchase warrant (a "Warrant"). Each whole Warrant is exercisable into one common share for a period of 18 months from closing at a price of \$3.20 per share. In the event the Corporation's common shares trade on the Toronto Stock Exchange at a price of \$4.00 or greater for a period of 20 consecutive trading days, notice shall be provided to the Warrant holders advising them of an accelerated Warrant expiry deadline of 30 days from the date of notice.

The Underwriters were issued compensation options equal to 7% of the Units sold under the private placement. Each compensation option entitles the Underwriters to acquire a Unit at a price of \$2.70 per Unit for a period of 18 months from closing with each Unit having the same terms as the Units issued to investors under the Offering.

All securities issued in connection with the private placement are subject to a four month hold period expiring September 1, 2008. Proceeds from the private placement will be applied toward the further development and advancement of the Pumpkin Hollow property.

- b. Subsequent to March 31, 2008, 40,000 common shares were issued at \$1.50 on exercise of share purchase warrants.

Nevada Copper Corp.

Consolidated Financial Statements
For the nine months ended March 31, 2008
(Unaudited – Prepared by management)

NOTICE OF NO AUDITOR REVIEW OF INTERIM FINANCIAL STATEMENTS

Under National Instrument 51-102, “Continuous Disclosure Obligations”, Part 4, subsection 4.3(3)(a), if an auditor has not performed a review of the interim financial statements, they must be accompanied by a notice indicating that the financial statements have not been reviewed by an auditor.

The accompanying unaudited interim consolidated financial statements of the Corporation have been prepared by management and approved by the Audit Committee and Board of Directors of the Corporation.

The Corporation’s independent auditors have not performed a review of these consolidated financial statements in accordance with the standards established by the Canadian Institute of Chartered Accountants for a review of interim financial statements by an entity’s auditors.

Nevada Copper Corp.
CONSOLIDATED BALANCE SHEETS

(In Canadian Dollars)

(Unaudited - Prepared by Management)

	March 31, 2008	June 30, 2007
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	2,508,153	5,496,900
Amounts receivable	81,746	31,780
Prepaid expenses	34,442	24,605
	<u>2,624,341</u>	5,553,285
INVESTMENT (Note 4)	1	1
MINERAL PROPERTIES (Note 5)	<u>9,795,348</u>	6,249,532
	<u>12,419,690</u>	<u>11,802,818</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	<u>542,304</u>	488,637
SHAREHOLDERS' EQUITY		
Share capital (Note 7)	14,266,423	12,178,803
Contributed surplus (Note 8)	3,271,632	2,421,932
Deficit	<u>(5,660,669)</u>	<u>(3,286,554)</u>
	<u>11,877,386</u>	11,314,181
	<u>12,419,690</u>	<u>11,802,818</u>

SUBSEQUENT EVENTS (Note 10)

APPROVED ON BEHALF OF THE BOARD,

Signed: Giulio T. Bonifacio
 Director

Signed: Brian P. Kirwin
 Director

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

Nevada Copper Corp.

CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT

(In Canadian Dollars)

(Unaudited - Prepared by Management)

	Three Months		Nine Months	
	Ended March 31, 2008	2007	Ended March 31, 2008	2007
	\$	\$	\$	\$
EXPENSES				
General and administrative (Note 9)	640,226	162,014	1,229,003	501,364
Business development	82,500	102,598	430,687	102,598
Exploration	-	7,405	-	51,705
Foreign exchange	(37,431)	-	(15,964)	-
Stock-based compensation	-	-	849,700	1,669,030
	685,295	272,017	2,493,426	2,324,697
OTHER				
Interest income	24,968	32,865	119,311	97,028
LOSS FOR THE PERIOD	(660,327)	(239,152)	(2,374,115)	(2,227,669)
DEFICIT, beginning of the period	(5,000,342)	(2,060,911)	(3,286,554)	(72,394)
DEFICIT, end of the period	(5,660,669)	(2,300,063)	(5,660,669)	(2,300,063)
LOSS PER COMMON SHARE				
Basic and diluted	(0.02)	(0.1)	(0.07)	(0.09)
WEIGHTED AVERAGE NUMBER OF SHARES	36,678,956	30,522,409	36,305,340	24,510,663

CONSOLIDATED STATEMENTS OF COMPREHENSIVE LOSS

(In Canadian Dollars)

(Unaudited - Prepared by Management)

	Three Months		Nine Months	
	Ended March 31, 2008	2007	Ended March 31, 2008	2007
	\$	\$	\$	\$
LOSS FOR THE PERIOD	(660,327)	(239,152)	(2,374,115)	(2,227,669)
OTHER COMPREHENSIVE INCOME (LOSS) (Note 3)	-	-	-	-
COMPREHENSIVE LOSS FOR THE PERIOD	(660,327)	(239,152)	(2,374,115)	(2,227,669)

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

Nevada Copper Corp.

CONSOLIDATED STATEMENTS OF CASH FLOW

(In Canadian Dollars)

(Unaudited – Prepared by Management)

	Three Months Ended March 31,		Nine Months Ended March 31,	
	2008	2007	2008	2007
	\$	\$	\$	\$
CASH PROVIDED BY (USED IN):				
OPERATING ACTIVITIES				
Loss for the period	(660,327)	(239,152)	(2,374,115)	(2,227,669)
Items not affecting cash				
Stock-based compensation	-	-	849,700	1,669,030
	(660,327)	(239,152)	(1,524,415)	(558,639)
Changes in non-cash working capital items				
Amounts receivable	1,357	5,370	(49,966)	(54,813)
Prepaid expenses	(16,883)	7,110	(9,837)	(11,840)
Accounts payable and accrued liabilities	312,160	(204,911)	53,667	(15,185)
	(363,693)	(431,583)	(1,530,551)	(640,477)
INVESTING ACTIVITIES				
Mineral properties (Note 5)	(1,762,119)	(1,887,516)	(3,545,816)	(3,219,579)
FINANCING ACTIVITIES				
Issuance of common shares, net of issue costs (Note 7)	837,526	1,559,126	2,087,620	6,267,116
INCREASE(DECREASE) IN CASH	(1,288,286)	(759,973)	(2,988,747)	2,407,060
CASH AND CASH EQUIVALENTS, beginning of the period	3,796,439	3,511,749	5,496,900	344,716
CASH AND CASH EQUIVALENTS, end of the period	2,508,153	2,751,776	2,508,153	2,751,776
SUPPLEMENTARY INFORMATION:				
Interest Paid	-	-	-	-
Interest Received	24,968	32,865	119,311	97,028
Income Tax Paid	-	-	-	-

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

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

1. NATURE OF OPERATIONS

Nevada Copper Corp. (the “Corporation” or “Nevada Copper”), formerly “Astron Resources Corporation”, is an exploration stage mining company engaged in the identification, acquisition and exploration of copper and other mineral properties located in the United States.

Nevada Copper was incorporated on June 16, 1999, under the Business Corporations Act of the Yukon as African Venture Corporation and changed its name to Astron Resources Corporation on July 23, 1999.

On August 15, 2006, Nevada Copper acquired 607792 British Columbia Ltd. (“607792 BC”), a British Columbia incorporated company, through an exchange of shares and completed its Qualifying Transaction and commenced trading on the TSX Venture Exchange (“TSX-V”) on August 17, 2006. As the transaction constitutes a reverse takeover (“RTO”), these consolidated financial statements are a continuation of the historical financial statements of 607792 BC as it is identified as the continuing entity.

On November 3, 2006 shareholders unanimously approved the name change of “Astron Resources Corporation” to “Nevada Copper Corp.” The name change was approved by the TSX-V and shares commenced trading on the TSX-V under the symbol NCU on November 16, 2006.

On August 16, 2007 the Corporation’s common shares were approved for listing and commenced trading on the Toronto Stock Exchange (“TSX”) under its current stock symbol. The Corporation’s shares were delisted from the TSX-V on the same day.

These consolidated financial statements have been prepared on a going concern basis in accordance with Canadian generally accepted accounting principles. The Corporation will be required to raise additional funding to complete its long-term business objectives. Failure to raise additional funding may require the Corporation to reduce operations.

2. BASIS OF PRESENTATION

These interim consolidated financial statements have been prepared in accordance with Canadian generally accepted accounting principles (“Canadian GAAP”) using standards for interim financial statements and do not contain all of the information required for annual financial statements. These statements follow the same accounting policies and methods of application of the most recent annual audited financial statements. Accordingly, they should be read in conjunction with the most recent annual audited financial statements of the Corporation. In the opinion of management, all of the adjustments necessary to fairly present the interim consolidated financial statement have been made.

3. CHANGES IN ACCOUNTING POLICIES

Effective July 1, 2007, the Corporation has adopted three new accounting standards related to financial instruments that were issued by the Canadian Institute of Chartered Accountants (“CICA”) in 2005. These accounting policy changes were adopted on a prospective basis with no restatement of prior period financial statements. The new standards and accounting policy changes are as follows:

Financial Instruments – Recognition and Measurement (CICA Handbook Section 3855)

In accordance with this new standard the Corporation now classifies all financial instruments as either held-to-maturity, available-for-sale, held for trading or loans and receivables. Financial assets held to maturity, loans and receivables and financial liabilities other than those held for trading, are measured at amortized cost. Available-for-sale instruments are measured at fair value with unrealized gains and losses recognized in other comprehensive income. Instruments classified as held for trading are measured at fair value with unrealized gains and losses recognized on the statement of loss.

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

3. CHANGES IN ACCOUNTING POLICIES (continued)

The Corporation has classified its short-term investments as held-to-maturity and therefore carries its short-term investments at amortized cost. This change in accounting policy had no material effect on the Corporation's previous financial statements.

The Corporation has classified its investment in Pak-It (Note 4) as available-for-sale with undeterminable market value and therefore recorded no unrealized gain or loss in the other comprehensive income.

Comprehensive Income (CICA handbook Section 1530)

Comprehensive income is the change in shareholders' equity during a period from transactions and other events and circumstances from non-owner sources. In accordance with this new standard, the Corporation now reports a consolidated statement of comprehensive loss and a new category, accumulated other comprehensive income, and has been added to the shareholders' equity section of the consolidated balance sheet. The components of this new category will include unrealized gains and losses on financial assets classified as available-for-sale and the effective portion of cash flow hedges, if any. There was no accumulated other comprehensive income for the nine month period ended March 31, 2008.

Hedges (CICA Handbook Section 3865)

The new standard specifies the criteria under which hedge accounting can be applied and how hedge accounting can be executed. The Corporation has not designated any hedging relationships.

4. INVESTMENT

The Corporation, as a result of the RTO as described in Note 1, holds 900,000 common shares of Pak-It Technologies Inc., a private company, which are carried at a nominal value of \$1. The fair value of these shares is not yet determinable.

5. MINERAL PROPERTIES

Pumpkin Hollow Copper Development Property

On December 1, 2005, the Corporation entered into an Option Agreement to acquire a ten year lease of mining rights (the "Lease"), effective May 4, 2006 and expiring May 4, 2016, to the Pumpkin Hollow Copper Development Property (the "Property") located in north-western Nevada, United States, approximately one hundred miles southeast of Reno. The Property is located within a contiguous 21 square mile land package comprised of patented and unpatented claims. During the 2006 fiscal year, the Corporation paid \$90,722 (US\$80,000) to the lessor in full payment of the option requirements and obtained a 100% interest of the Property pursuant to the lease terms. The Corporation has the option to extend this lease for up to three additional ten year terms.

Under the terms of the Lease, the Corporation is required to make the following lease payments:

<u>Due Date</u>	<u>US\$</u>
May 4, 2007	75,000 (paid)
May 4, 2008	100,000 (paid April 30, 2008)
May 4, 2009	125,000
May 4, 2010	150,000
May 4, 2011	150,000
	<u>600,000</u>

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

5. MINERAL PROPERTIES (continued)

Following May 4, 2011, the Corporation is required to pay advance royalty payments of US\$600,000 annually until the expiry of the Lease on May 4, 2016. Total advance royalty payments under this obligation are US\$3,000,000.

The Property is subject to a 5% royalty on the net return value on products other than copper, and a sliding scale royalty of 4% to 6% on the net return value on copper based on the price of copper per pound. The advance royalty payments are offset against this royalty obligation.

The Corporation is obligated to make exploration and development expenditures on the Property of at least US\$4,000,000 during the first three years of the Lease, with expenditures of at least US\$500,000 each year, and additional US\$4,000,000 during the 4th through 6th years of the Lease, with expenditures of at least US\$500,000 per year. As of March 31, 2008 the Corporation has incurred cumulative expenditures of \$10,101,517 on exploration and development since acquiring the property.

The Corporation may extend the Lease for up to three additional terms of ten years each, subject to continuous mining activities, payment of advance royalty payments of at least US\$3,000,000 in the first ten-year term and payment of production royalties and minimum royalty payments of US\$10,000,000 in each subsequent ten-year term.

Project expenditures capitalized as of June 30, 2007 and March 31, 2008 consisted of the following:

	June 30, 2007	Current Expenditures	March 31, 2008
	\$	\$	\$
Property payments	344,479	22,197	366,676
Exploration	1,022,312	732,483	1,754,795
Engineering	147,701	951,717	1,099,418
Drilling	4,473,604	1,515,089	5,988,693
Permit/environmental	101,735	118,579	220,314
Plant and equipment	146,546	105,839	252,385
Property caretaking	13,155	31,261	44,416
Administration	-	68,651	68,651
Total	6,249,532	3,545,816	9,795,348

6. RELATED PARTY TRANSACTIONS

During the nine month period ended March 31, 2008, the Corporation incurred management and administration services of \$90,000 (2007 - \$85,000) from a company with common directors.

Related party transactions are recorded at the amount paid or received as established by contract or as agreed upon by the Corporation and the related party.

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

7. SHARE CAPITAL

Authorized

The Corporation is authorized to issue an unlimited number of common shares without par value.

Issued

	Number of Common Shares	Amount
		\$
Balance, June 30, 2006	21,980,000	763,586
Shares exchanged on RTO (Note 1)	(21,980,000)	-
Shares exchanged on RTO (Note 1)	17,480,000	(231,375)
Adjustment of Nevada Copper's issued shares before RTO	4,256,600	-
Exercise of special warrants at no further considerations	4,800,000	-
Private placement financing, gross proceeds	8,414,236	11,250,000
Exercise of warrants	602,302	766,457
Contributed surplus reallocated on exercise of warrants	-	152,218
Share issue costs	-	(522,083)
Balance, June 30, 2007	35,553,138	12,178,803
Exercise of warrants	1,390,344	2,042,620
Share issued	21,589	45,000
Balance, March 31, 2008	36,965,071	14,266,423

On August 15, 2006, in a reverse takeover acquisition, all of the outstanding shares of 607792 BC were exchanged for 17,180,000 common shares and 4,800,000 special warrants of the Corporation (see Note 1). Each special warrant entitles the holder to acquire one common share of the Corporation for no additional consideration for a period of 10 years from the closing. An aggregate of 14,216,800 of these common shares and the 4,800,000 special warrants were subject to escrow restrictions in accordance with the rules of the TSX Venture Exchange. The Corporation also issued 300,000 common shares to Pacific International Securities Inc. as a finder's fee in respect of the acquisition of 607792 BC.

In addition, the Corporation completed a concurrent brokered private placement through Pacific International Securities Inc. raising gross proceeds of \$5,000,000 by the issuance of 5,000,000 units at a purchase price of \$1.00 per unit. Each unit consists of one common share and one non-transferable share purchase warrant of the Corporation. Each warrant is exercisable to acquire one common share at an exercise price of \$1.50 per share until August 15, 2008. The Corporation also paid Pacific International Securities Inc. a corporate finance fee of \$10,000, a commission of \$113,422 in cash and 286,578 units having the same terms as those distributed under the financing, and 400,000 agent's warrants that are exercisable into 400,000 common shares of the Corporation at an exercise price of \$1.05 per share until August 15, 2008. The fair value of these agent's warrants was \$200,950.

On January 10, 2007 the Corporation closed a non-brokered private placement of 1,000,000 units at the price of \$1.25 per unit for gross proceeds of \$1,250,000 with Longview Capital Partners Incorporated. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole common share purchase warrant will entitle the holder to purchase an additional common share of Nevada Copper at a price of \$1.50 per share for a period of 18 months expiring July 9, 2008. All securities issued in connection with the private placement were subject to a four month hold period which expired on May 10, 2007.

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

7. SHARE CAPITAL (continued)

On May 29, 2007 the Corporation closed a non-brokered private placement of 2,127,658 units at a purchase price of \$2.35 per unit for gross proceeds of \$5,000,000 with the Blackfish-Investec Resources Special Situations Fund and Investec Bank (UK) Limited. Each unit consists of one common share and one-half of one common share purchase warrant. Each whole common share purchase warrant entitles the holder to purchase an additional common share of the Corporation at a purchase price of \$2.90 per share for a period of 24 months expiring May 29, 2009. All securities issued in connection with the private placement were subject to a four month hold period which expired September 29, 2007.

During the nine months ended March 31, 2008, 1,295,020 share purchase warrants were exercised at \$1.50 per share and 95,324 share purchase warrants were exercised at \$1.05 per share for a gross proceed of \$2,042,620. The Corporation also issued 21,589 common shares as compensation to a consultant with market value equivalent to \$45,000.

Options

The Corporation grants incentive stock options as permitted pursuant to the Corporation's Stock Option Plan approved by the shareholders on December 7, 2005 and subsequently approved by the Corporation's shareholders on November 3, 2006. On October 3, 2007, the Board of Directors approved a new stock option plan (the "Plan") which complies with the rules and policies of TSX. The Plan was subsequently approved by shareholders on November 16, 2007. Under the Plan, the aggregate number of common shares which may be subject to option at any one time may not exceed 10% of the issued common shares of the Corporation as of that date including options granted prior to the adoption of the Plan. Options granted may not exceed a term of 10 years, and the term will be reduced to one year following the date of death. If the Optionee ceases to be qualified to receive options from the Corporation those options shall immediately expire. All options vest when granted unless otherwise specified by the Board of Directors. All outstanding options granted were merged and deemed to be outstanding under the Plan.

As of March 31, 2008 the Corporation has stock options outstanding and exercisable to acquire an aggregate of 3,605,000 common shares to directors, officers, employees and consultants summarized as follows. All of these options vested upon grant. The options have a weighted average remaining life of 3.59 years.

	Number of Options	Weighted Average Exercise Price	Expiry Date
Balance, June 30, 2006	-	-	
Granted	2,629,000	\$1.00	August 15, 2011
Granted	320,000	\$1.50	December 19, 2011
Cancelled	(35,000)	\$1.50	December 19, 2011
Granted	145,000	\$2.60	May 2, 2012
Balance, June 30, 2007	3,059,000	\$1.12	
Granted	546,000	\$1.90	August 30, 2012
Balance, March 31, 2008	3,605,000	\$1.24	

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

7. SHARE CAPITAL (continued)

During the nine months ended March 31, 2008 under the fair value based method \$849,700 (2007 – 1,669,030) in compensation expense was recorded and charged to operations. The Corporation uses the Black-Scholes option pricing model to value stock options which requires management to make estimates that are subjective and may not be representative of actual results. Changes in assumptions can materially affect estimates of fair values. For purposes of the calculation, the following weighted average assumptions were used in deriving the weighted average fair value of \$1.56 (2007 - \$0.57) per option:

	March 31, 2008	June 30, 2007
Risk free interest rate	4.28%	4.17%
Expected dividend yield	0%	0%
Expected stock price volatility	121%	94%
Expected life in years	4.5	4.0

Warrants

As of March 31, 2008 the Corporation has common share purchase warrants outstanding to acquire an aggregate of 5,257,761 common shares:

	Number of Warrants	Exercise Price	Expiry Date
Balance, June 30, 2006	-	-	
Agent's warrants granted on financing	400,000	\$1.05	August 15, 2008
Agent's warrants exercised	(304,436)	\$1.05	August 15, 2008
Warrants granted on financing	5,286,578	\$1.50	August 15, 2008
Warrants exercised	(297,866)	\$1.50	August 15, 2008
Warrants granted on financing	500,000	\$1.50	July 9, 2008
Warrants granted on financing	1,063,829	\$2.90	May 29, 2009
Balance, June 30, 2007	6,648,105		
Warrants exercised	(1,295,020)	\$1.50	August 15, 2008
Agent's warrants exercised	(95,324)	\$1.05	August 15, 2008
Balance, March 31, 2008	5,257,761		

During the year ended June 30, 2007, the Corporation issued a total of 400,000 agent's warrants as finder's fees. The fair value of the warrants issued was determined to be \$200,950 using the Black-Scholes option pricing model, and using the following average assumptions:

Risk free interest rate	4.19%
Expected dividend yield	0%
Expected stock price volatility	94%
Expected life in years	2

The weighted average fair value of agent's warrants granted during the year ended June 30, 2007 was \$0.50 per warrant. During the period ended March 31, 2008 no additional warrant was issued as finder's fees.

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

7. SHARE CAPITAL (continued)

The following table summarizes the share purchase warrants outstanding and exercisable as at March 31, 2008:

<u>Number of Warrants</u>	<u>Exercise Price</u>	<u>Expiry Dates</u>
500,000	\$1.50	July 9, 2008
240	\$1.05	August 15, 2008
3,693,692	\$1.50	August 15, 2008
1,063,829	\$2.90	May 29, 2009
5,257,761		

Securities held in escrow

As of March 31, 2008, no outstanding share was held in escrow.

8. CONTRIBUTED SURPLUS

Contributed surplus arose from the following items:

	<u>Amount</u>
	\$
Balance, June 30, 2006	-
Fair value of agent's warrants issued	200,950
Fair value of stock options granted	2,373,200
Reallocation on agent's warrants exercised	(152,218)
Balance, June 30, 2007	2,421,932
Fair value of stock options granted	849,700
Balance, March 31, 2008	3,271,632

9. GENERAL AND ADMINISTRATIVE

<u>Nine Months Ended March 31,</u>	<u>2008</u>	<u>2007</u>
	\$	\$
Public company expense	459,650	310,005
Salaries and management fees	208,253	95,267
Employee bonuses	350,000	-
TSX listing and related costs	99,100	-
Professional fees – legal and accounting	61,433	48,218
Office rent and expenses	29,155	31,284
Insurance	21,412	16,590
	1,229,003	501,364

Nevada Copper Corp.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the nine months ended March 31, 2008 and 2007 (Unaudited – Prepared by Management)

10. SUBSEQUENT EVENTS

- a. On April 30, 2008 the Corporation closed a bought deal private placement (the “Offering”) of 2,400,000 units (“Units”) at a purchase price of \$2.70 per Unit for gross proceeds of \$6,480,000 with a syndicate of underwriters, led by Acumen Capital Finance Partners Limited and including Fraser Mackenzie Limited (the “Underwriters”). Each Unit consists of one common share and one-half of a transferable common share purchase warrant (a “Warrant”). Each whole Warrant is exercisable into one common share for a period of 18 months from closing at a price of \$3.20 per share. In the event the Corporation’s common shares trade on the Toronto Stock Exchange at a price of \$4.00 or greater for a period of 20 consecutive trading days, notice shall be provided to the Warrant holders advising them of an accelerated Warrant expiry deadline of 30 days from the date of notice.

The Underwriters were issued compensation options equal to 7% of the Units sold under the private placement. Each compensation option entitles the Underwriters to acquire a Unit at a price of \$2.70 per Unit for a period of 18 months from closing with each Unit having the same terms as the Units issued to investors under the Offering.

All securities issued in connection with the private placement are subject to a four month hold period expiring September 1, 2008. Proceeds from the private placement will be applied toward the further development and advancement of the Pumpkin Hollow property.

- b. Subsequent to March 31, 2008, 40,000 common shares were issued at \$1.50 on exercise of share purchase warrants.

CORPORATE INFORMATION

DIRECTORS

Giulio T. Bonifacio
Vancouver, Canada

Joseph Giuffre
Vancouver, Canada

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Reno, United States

Brian P. Kirwin
Reno, United States

Damien Reynolds
Vancouver, Canada

Foster Wilson
Reno, United States

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OFFICERS

Brian P. Kirwin
Non-Executive Chairman

Giulio T. Bonifacio
President and Chief Executive Officer

Joseph Kircher
Vice President and Chief Operating Officer

Joe Chan
Chief Financial Officer

Greg French
Project Manager

Catherine Tanaka
Corporate Secretary

REGISTRAR AND TRANSFER AGENT

Pacific Corporate Trust Company
Vancouver, Canada

SHARES LISTED

TSX Exchange: NCU

CAPITALIZATION

(As at May 15, 2008)
Shares Issued and Outstanding: 39,885,071

AUDITOR

Manning Elliott LLP, Chartered Accountants
Vancouver, Canada

LEGAL COUNSEL

Axiom Law Corporation
Vancouver, Canada

WEBSITE

Additional information about the Corporation can be found at our website www.nevadacopper.com

INVESTOR RELATIONS CONTACT

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