



NEVADA COPPER CORP.
(formerly "Astron Resources Corporation")

ANNUAL REPORT FOR THE YEAR ENDED JUNE 30, 2007

Nevada Copper Corp.
(formerly “Astron Resources Corporation”)
Management’s Discussion & Analysis
For the twelve months ended June 30, 2007, as of October 5, 2007

General

This Management’s Discussion and Analysis of Nevada Copper Corp. (the “Corporation”), formerly “Astron Resources Corporation”, has been prepared by management as of October 5, 2007 and should be read in conjunction with the Corporation’s audited annual financial statements and related notes for the year ended June 30, 2007. The comparative information as of June 30, 2006 are those of 607792 British Columbia Ltd. which is identified as the continuing entity (note 1). 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 properties are located within a contiguous 12 square miles land package held by the Corporation comprised of patented and unpatented claims. Pumpkin Hollow has a well-documented history with over 590,000 feet of drilling completed by several major mining companies. In addition, the project benefits from various levels of historic mine design, metallurgical evaluations and baseline studies that have been completed.

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. This phase of drilling includes in-fill and step-out holes designed to both upgrade the current resource classifications for purposes of the feasibility study planned for late 2007 and to test for further

resource expansion down dip and along strike in areas where the deposits remain open. To date 37 holes have been drilled and results from 25 holes have been reported. Further results will be released as they become available.

In conjunction with the drilling programs, Nevada Copper has 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.

	June 30,		
	2007	2006	2005
		(Note 1)	(Note 1)
	\$	\$	\$
Net profit/(loss)	(3,212,073)	(80,073)	5,178
Net loss per share	(0.11)	(0.00)	-
Total cash and cash equivalents	5,496,900	344,716	5,593
Working capital	5,064,648	282,640	5,593
Total liabilities	488,637	65,021	-
Total assets	11,802,818	754,126	5,593
Shareholders' equity	11,314,181	689,105	5,593

Results of Operations

For the twelve month period ended June 30, 2007, the Corporation had a net loss of \$3,212,073 or \$0.11 per share. General Administration and Exploration Office expenses totaled \$685,081 and Business Development totaled \$275,898. Stock-based compensation of \$2,373,200 was recognized for options granted to directors, employees and consultants representing a significant portion of the loss in the period. A total of \$5,918,049 was spent in property acquisition and exploration related activities. Short-term investments generated interest income totaled \$127,602.

Summary of Quarterly Results

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

	Interest income	Net loss	Net loss per share
	\$	\$	\$
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)
March 31, 2006	23	(12,009)	(0.00)
December 31, 2005	31	(6,715)	(0.00)
September 30, 2005	-	-	-

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

Liquidity and Capital Resources

On August 15, 2006, the Corporation acquired 100% of the issued and outstanding shares of 607792 British Columbia Ltd. ("607792 BC"), a British Columbia incorporated company, from the shareholders of 607792 BC in exchange for 17,180,000 common shares and 4,800,000 special warrants of the Corporation. Each special warrant

entitled the holder to acquire one common share for no further consideration for a period of ten years. 607792 BC has a lease of certain patented mining claims in Nevada known as the Pumpkin Hollow Copper property.

The Corporation also completed a \$5,000,000 private placement on a brokered basis concurrent with the acquisition above, consisting of 5,000,000 units issued at a price of \$1 per unit. Each unit consisted of one common share and one share purchase warrant with each warrant exercisable into one additional common share at a price of \$1.50 per share for a period of two years. Pacific International Securities Inc. (the "Agent") received a finance fee and commissions of \$123,422 and 286,578 units having the same terms as above. The Agent also received a compensation warrants exercisable for 400,000 common shares at a price of \$1.05 per share for a period of two years. In consideration for facilitating the acquisition for the Corporation, the Agent also received 300,000 common shares of the Corporation as a finder's fee.

On January 9, 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 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 expiring 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. All securities issued in connection with the private placement are subject to a four month hold period expiring September 29, 2007.

Transactions with Related Parties

During 2007 the Corporation incurred the following related party transactions:

Management and administration services of \$115,000 (2006 - \$30,000) was incurred from a company with common directors.

The Corporation entered into management agreements with certain members of senior management. In the event that there is a change of control, the Corporation is committed to pay severance payments equivalent to three years of salary.

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.

Fourth Quarter

Net loss for the fourth quarter was \$984,404 in which \$704,170 was associated with an adjustment to stock-based compensation expense and \$310,808 for general administration and other expenses offset by interest income of \$30,574. Net proceeds from financing and exercise of share purchase warrants totaled to \$5,271,814 offset by \$2,698,470 spending for the Pumpkin Copper project resulted in a net increase in cash position for this quarter in the amount of \$2,745,124.

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 Copper 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 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". The Corporation's shares were delisted from the TSX Venture Exchange on the same day.
- b. On August 30, 2007 the Corporation granted incentive stock options to a director, officers, employees and consultants of the Corporation to purchase up to 546,000 common shares in the Corporation pursuant to a shareholder approved Share Option Plan. The options are exercisable on or before August 30, 2012 at a price of \$1.90 per share.
- c. Subsequent to June 30, 2007, 552,520 share purchase warrants were exercised at \$1.50 and 29,823 share purchase warrants were exercised at \$1.05.
- d. Subsequent to June 30, 2007 an additional 2,941,670 common shares under escrow were released.
- e. On September 27, 2007, 11,679 shares were issued as consultant's compensation in lieu of cash payments.

Outstanding Share Data

As of October 5, 2007, there were 36,147,160 common shares issued and outstanding. In addition, there were 6,065,762 common share purchase warrants outstanding of which 1,063,829 were exercisable at \$2.90 per warrant, 4,936,192 warrants were exercisable at \$1.50 per warrant and 65,741 warrants were exercisable at \$1.05 per warrant. Each warrant is exercisable for one common share.

As of October 5, 2007, there were 3,605,000 stock options outstanding under the Corporation's stock option plan at exercised prices ranging from \$1.00 to \$2.60.

Additional Information

Additional disclosure pertaining to the Corporation's technical report, management information circulars, material change reports, press releases and other information are available on the SEDAR website at www.sedar.com.

Nevada Copper Corp.
(formerly "Astron Resources Corporation")

Consolidated Financial Statements
Years ended June 30, 2007, and 2006

Together with Auditors' Report



MANNING ELLIOTT
CHARTERED ACCOUNTANTS

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AUDITORS' REPORT

To the Shareholders of
Nevada Copper Corp.

We have audited the consolidated balance sheets of Nevada Copper Corp. (formerly Astron Resources Corporation) as at June 30, 2007 and 2006 and the consolidated statements of operations and deficit and cash flows for the years then ended. These consolidated financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial positions of the Corporation as at June 30, 2007 and 2006 and the results of its operations and its cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

/s/ Manning Elliott LLP

CHARTERED ACCOUNTANTS

Vancouver, British Columbia

September 20, 2007

Nevada Copper Corp. (formerly “Astron Resources Corporation”)**CONSOLIDATED BALANCE SHEETS**

(In Canadian Dollars)

As at June 30

	2007	2006
		(Note 1)
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	5,496,900	344,716
Amounts receivable	31,780	2,945
Prepaid expenses	24,605	-
	5,553,285	347,661
INVESTMENT (Note 3)	1	-
MINERAL PROPERTIES (Note 4)	6,249,532	331,483
DEFERRED ACQUISITION COSTS	-	74,982
	11,802,818	754,126
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable and accrued liabilities	488,637	65,021
SHAREHOLDERS' EQUITY		
Share capital (Note 6)	12,178,803	763,586
Contributed surplus (Note 7)	2,421,932	-
Deficit	(3,286,554)	(74,481)
	11,314,181	689,105
	11,802,818	754,126

NATURE OF OPERATIONS (Note 1)

COMMITMENTS (Notes 4 and 5)

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. (formerly “Astron Resources Corporation”)
CONSOLIDATED STATEMENTS OF OPERATIONS AND DEFICIT

(In Canadian Dollars)

For the years ended June 30	2007	2006
		(Note 1)
	\$	\$
EXPENSES		
General and administrative (Note 9)	606,386	37,795
Business development	275,898	-
Exploration	78,695	13,217
Foreign exchange	5,496	29,253
Stock-based compensation	2,373,200	-
	3,339,675	80,265
OTHER		
Interest Income	127,602	192
LOSS FOR THE YEAR	(3,212,073)	(80,073)
RETAINED EARNINGS (DEFICIT), beginning of year	(74,481)	5,592
DEFICIT, end of year	(3,286,554)	(74,481)
LOSS PER COMMON SHARE		
Basic and diluted	(0.11)	(0.00)
WEIGHTED AVERAGE NUMBER OF SHARES	28,082,929	17,180,000

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

Nevada Copper Corp. (formerly “Astron Resources Corporation”)**CONSOLIDATED STATEMENTS OF CASH FLOW**

(In Canadian Dollars)

For the years ended June 30

	2007	2006
		(Note 1)
	\$	\$
CASH PROVIDED BY (USED IN):		
OPERATING ACTIVITIES		
Loss for the period	(3,212,073)	(80,073)
Items not affecting cash		
Stock-based compensation	2,373,200	-
	(838,873)	(80,073)
Changes in non-cash working capital items		
Amounts receivable	(21,860)	(2,945)
Prepaid expenses	(21,636)	-
Accounts payable and accrued liabilities	219,989	65,021
	(662,380)	(17,997)
INVESTING ACTIVITIES		
Cash acquired on reverse takeover (Note 1)	37,289	-
Mineral properties (Note 4)	(5,918,049)	(331,483)
Deferred acquisition costs	-	(74,982)
	(5,880,760)	(406,465)
FINANCING ACTIVITIES		
Issuance of common shares, net of issue costs (Note 6)	11,695,324	763,585
INCREASE IN CASH		
	5,152,184	339,123
CASH AND CASH EQUIVALENTS,		
beginning of year	344,716	5,593
CASH AND CASH EQUIVALENTS,		
end of year	5,496,900	344,716
SUPPLEMENTARY INFORMATION:		
Interest Paid	-	-
Interest Received	127,602	192
Income Tax Paid	-	-

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

Nevada Copper Corp. (formerly “Astron Resources Corporation”)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

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 (Note 10).

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. SIGNIFICANT ACCOUNTING POLICIES

Principles of consolidation

The consolidated financial statements include the accounts of the Corporation and its wholly-owned subsidiaries 607792 BC and Pumpkin Copper Inc. (incorporated in Nevada, United States). All significant inter-company transactions and balances have been eliminated.

Use of estimates

The preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingencies at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the determination of the recoverability of mineral property deferred costs, future income tax assets and liabilities and assumptions used in valuing options and warrants in stock-based compensation calculations.

Nevada Copper Corp. (formerly “Astron Resources Corporation”)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Foreign currency translation

The reporting and functional currency of the Corporation and its Canadian subsidiary 607792 BC is the Canadian dollar. The Corporation’s foreign subsidiary Pumpkin Copper Inc. is dependent on funding from the Corporation.

Accordingly, the temporal method of translating the accounts of the foreign subsidiary has been adopted. Under this method, monetary assets and liabilities are translated to Canadian dollars at the prevailing year end exchange rate. Non-monetary assets and liabilities are translated at historical exchange rates. Revenue and expense items are translated at the rates of exchange in effect at the time of the transactions. Translation gains and losses are included in the statement of operations and deficit.

Cash and cash equivalents

Cash and cash equivalents consist of cash on deposit with banks or highly liquid short-term interest bearing securities that are readily convertible to known amounts of cash and those that have maturities of three months or less when acquired.

Financial Instruments

The Company’s financial instruments consist of cash and cash equivalents, amounts receivable, accounts payable and commitments. The fair values of these financial instruments approximate their carrying values due to the relatively short-term maturity of these instruments.

Financial instruments that potentially subject the Corporation to concentration of credit risks consist principally of cash and cash equivalents. To minimize the credit risk the Corporation places these instruments with high credit quality financial institutions.

The Corporation has operations in the United States which are transacted into U.S. dollars. Accordingly, the Corporation is exposed to foreign exchange risk in respect to these transactions. The Corporation has not undertaken hedging activities to mitigate this risk.

Mineral properties and deferred exploration costs

Costs related to mineral activities, which include the investigation, acquisition, exploration, and development of mining properties, are capitalized on a property-by-property basis until such time as the Corporation determines that economically recoverable reserves are established or the property is evaluated as non-productive or uneconomical.

Costs relating to non-productive or uneconomical properties are charged to earnings and written down to their net recoverable amounts. The recovery of the carrying amount of mineral properties is dependent upon the future commercial success of the properties or from proceeds of disposition. The amounts shown for mineral properties represent costs incurred to date and are not intended to reflect present or future values.

Asset retirement obligations

The Corporation recognizes and records the fair value of the liability for an asset retirement obligation in the period in which it is incurred and records a corresponding increase in the carrying value of the related asset using the present value of the estimated future cash outflows. The liability is subsequently adjusted for the passage of time, and the increase in the carrying value of the asset is amortized on the same basis as exploration properties.

Nevada Copper Corp. (formerly “Astron Resources Corporation”)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Environmental protection and reclamation costs

The operations of the Corporation may be affected from time to time by changes in environmental regulations, including those for future rehabilitation and site restoration costs. Both the likelihood of new regulations and their overall effect upon the Corporation may vary from region to region and are not entirely predictable. The Corporation’s policy is to meet standards set by relevant legislation, by application of technically proven and economically feasible measures. Environmental expenditures that relate to ongoing environmental and reclamation programs are charged against statements of earnings as incurred or capitalized and amortized depending upon their future economic benefits. The Corporation does not anticipate any material capital expenditures for environmental control facilities because it is at an early stage of exploration.

Deferred acquisition costs

The Company defers external incremental costs of proposed acquisitions if such acquisitions are considered more than likely to be completed. Deferred acquisition costs are applied towards the cost of the acquisition when it is completed or expensed if the acquisition is abandoned.

Impairment of long-lived assets

The Corporation monitors the recoverability of long-lived assets, based on factors such as current market value, future asset utilization, business climate and future undiscounted cash flows expected to result from the use of the related assets. The Corporation’s policy is to record an impairment loss in the period when it is determined that the carrying amount of the assets may not be recoverable. The impairment loss is calculated as the amount by which the carrying amount of the assets exceeds the discounted estimate of future cash flows from use or disposal of the asset.

Income taxes

The Corporation accounts for income taxes under the asset and liability method. Under this method, temporary differences arising from the difference between the tax basis of an asset or liability and its carrying amount are used to calculate future income tax assets or liabilities. Future income tax assets or liabilities are measured using tax rates anticipated to be in effect in the periods that the temporary differences are expected to be settled or realized. A valuation allowance is provided to the extent that it is more likely than not that future income tax assets will not be realized. The effect of a change in income tax rates on future income tax assets and liabilities is recognized in income in the period that the change occurs.

Stock-based compensation

The Corporation applies the fair value method to stock-based payments for all awards that are direct awards of stock, that call for settlement in cash or other assets or are stock appreciation rights that call for settlement by the issuance of equity instruments. Compensation expense is recognized over the applicable vesting period with a corresponding increase in contributed surplus. When the options are exercised, the exercise price proceeds together with the related contributed surplus are credited to share capital.

Loss per share

Basic loss per share is calculated by dividing net loss available to the shareholders by the weighted average number of common shares outstanding during the year. Diluted earnings per share is calculated to reflect the dilutive effect of exercising outstanding stock options and warrants by application of the treasury stock method. Outstanding stock options and share purchase warrants that would potentially dilute basic loss per share have not been included in the computation of diluted loss per share because to do so would be anti-dilutive.

Nevada Copper Corp. (formerly “Astron Resources Corporation”)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

Segmented information

The Corporation conducts its business in a single geographic segment being the acquisition, exploration and development of mineral properties. All mineral properties are located in the United States.

Comparative figures

Certain comparative figures have been reclassified where applicable to conform to the presentation adopted in the current year.

3. 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.

4. 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 12 square miles 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
May 4, 2009	125,000
May 4, 2010	150,000
May 4, 2011	150,000
	<u>600,000</u>

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.

Nevada Copper Corp. (formerly "Astron Resources Corporation")

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

4. MINERAL PROPERTIES (continued)

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 each year. As at June 30, 2007 the Corporation has incurred cumulative expenditures of \$6,249,532 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, 2005, 2006 and 2007 consisted of the following:

	June 30, 2005	June 30, 2006	Expenditures	June 30, 2007
	\$	\$	\$	\$
Property payments	-	90,722	253,757	344,479
Exploration	-	196,753	825,559	1,022,312
Engineering	-	-	147,701	147,701
Drilling	-	-	4,473,604	4,473,604
Permit/Environmental	-	20,222	81,513	101,735
Plant and Equipment	-	21,376	125,170	146,546
Property Caretaking	-	2,410	10,745	13,155
Total	-	331,483	5,918,049	6,249,532

5. RELATED PARTY TRANSACTIONS

During the year, the Corporation incurred management and administration services of \$115,000 (2006 - \$30,000) from a company with common directors.

The Corporation entered into management agreements with certain members of senior management. In the event that there is a change of control, the Corporation is committed to pay severance payments equivalent to 3 years of salary.

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. (formerly "Astron Resources Corporation")

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

6. 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, 2005	1,000	1
Issued for cash at US\$0.01 per share	2,800	33
Issued for cash at US\$4.84 per share	6,200	35,250
Share subdivision at 1 to 1,970	19,690,000	-
Issued for cash at \$0.00001 per share	300,000	3
Issued for cash at US\$0.34 per share	1,980,000	783,586
Share issue costs	-	(55,287)
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

On December 6, 2005, the Corporation issued 2,800 common shares at US\$0.01 per share for gross proceeds of \$33 (US\$28).

On December 7, 2005, the Corporation issued 6,200 common shares at US\$4.84 per share for gross proceeds of \$35,250 (US\$30,008).

On March 13, 2006, the Board of Directors approved the subdivision of the existing 10,000 common shares issued and outstanding into 19,700,000 common shares.

On March 13, 2006, the Corporation issued 300,000 common shares at \$0.00001 per shares for gross proceeds of \$3.

Nevada Copper Corp. (formerly “Astron Resources Corporation”)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

6. SHARE CAPITAL (continued)

On April 10, 2006, the Corporation closed a non-brokered private placement of 1,840,299 common shares at US\$0.34 per share for gross proceeds of \$728,299 (US\$625,702). The Corporation also issued 139,701 common shares as finder’s fees in respect to the private placement.

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. The Corporation assumed net liabilities of \$231,375 from Nevada Copper, comprising cash of \$37,289, other current assets of \$10,067 and liabilities of \$278,731.

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.

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 are subject to a four month hold period expiring September 29, 2007.

Subsequent to June 30, 2007, 552,520 common shares were issued at \$1.50 per share and 29,823 common shares were issued at \$1.05 per share on exercise of share purchase warrants.

On August 30, 2007, the Corporation granted stock options to directors, officers, consultants and employees of the Corporation to purchase up to 546,000 common shares of the Corporation pursuant to the Corporation’s Stock Option Plan. The options are exercisable on or before August 30, 2012 at a price of \$1.90 per share.

Nevada Copper Corp. (formerly “Astron Resources Corporation”)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

6. SHARE CAPITAL (continued)

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. Subject to the approval of the shareholders, TSX and the Board of directors, the Corporation has proposed a new stock option plan (the “Plan”) which complies with the rules and policies of TSX. 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.

As of June 30, 2007 the Corporation has stock options outstanding and exercisable to acquire an aggregate of 3,059,000 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 4.19 years.

	Number of Options	Weighted Average Exercise Price	Expiry Date
Balance, June 30, 2006 and 2005	-	-	
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	

During the year ended June 30, 2007, under the fair value based method \$2,373,200 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 \$0.77 per option:

Risk free interest rate	4.17%
Expected dividend yield	0%
Expected stock price volatility	94%
Expected life in years	4

Nevada Copper Corp. (formerly "Astron Resources Corporation")

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

6. SHARE CAPITAL (continued)

Warrants

As of June 30, 2007 the Corporation has common share purchase warrants outstanding to acquire an aggregate of 6,648,105 common shares:

	Number of Warrants	Exercise Price	Expiry Date
Balance, June 30, 2006 and 2005	-	-	
Special warrants granted on RTO	4,800,000	Nil	August 15, 2011
Special warrants exercised	(4,800,000)	Nil	August 15, 2011
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		

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.

The following table summarizes the share purchase warrants outstanding and exercisable as at June 30, 2007:

Number of Warrants	Exercise Price	Expiry Dates
500,000	\$1.50	July 9, 2008
95,564	\$1.05	August 15, 2008
4,988,712	\$1.50	August 15, 2008
1,063,829	\$2.90	May 29, 2009
6,648,105		

Securities held in escrow

At June 30, 2007, 14,440,900 common shares of the 21,980,000 securities issued to acquire 607792 BC remained in escrow and are subject to release over a period of up to three years from August 15, 2006. The reduction of escrow term from six to three years was the result of the Corporation graduation from a Tier 2 issuer to a Tier 1 issuer on February 8, 2007.

As a result of the Corporation's listing on the TSX on August 16, 2007, the remaining common shares held in escrow are subject to the National Escrow Policy 46-201 concerning escrow shares which will effectively reduce the escrow term from three years to 18 months from August 15, 2006.

Subsequent to June 30, 2007 an additional 2,941,670 common shares under escrow were released (Note 10).

Nevada Copper Corp. (formerly "Astron Resources Corporation")

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

7. CONTRIBUTED SURPLUS

Contributed surplus arose from the following items:

	<u>2007</u>
	\$
Balance, June 30, 2006 and 2005	-
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	<u>2,421,932</u>

8. INCOME TAXES

The following table reconciles the amount of income tax recoverable on application of the statutory Canadian federal and provincial income tax rates:

	<u>2007</u>	<u>2006</u>
Canadian statutory income tax rate	34.12%	34.12%
	\$	\$
Income tax recovery at statutory rate	1,095,959	27,320
(Decrease) increase resulting from:		
Stock-based compensation	(809,736)	-
Share issue costs	48,455	-
Valuation allowance	(334,678)	(27,320)
Income tax recoverable	<u>-</u>	<u>-</u>

The tax effects of temporary differences that give rise to significant portions of the future tax assets (liabilities) at June 30, 2007 and 2006 are as follow:

	<u>2007</u>	<u>2006</u>
	\$	\$
Non-capital losses carried forward	632,500	237,000
Share issue costs	193,800	-
Mineral properties	(98,300)	-
Valuation allowance	(728,000)	(237,000)
	<u>-</u>	<u>-</u>

The Corporation has approximately \$1,483,500 (2006 - \$695,000) in non-capital losses carried forward, which can be applied to reduce future taxable income. These losses expire in:

	\$
2008	129,700
2009	90,800
2010	112,300
2014	65,000
2015	53,500
2026	131,300
2027	900,900
	<u>1,483,500</u>

Nevada Copper Corp. (formerly “Astron Resources Corporation”)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

(In Canadian Dollars)

For the years ended June 30, 2007 and 2006

8. INCOME TAXES (continued)

Pumpkin Copper Inc. has approximately US\$361,000 (2006 – US\$ Nil) non-capital losses carried forward, which can be applied to reduce future taxable income and expire in 2027.

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

9. GENERAL AND ADMINISTRATION

	2007	2006
	\$	\$
Investor relations	201,101	5,885
Insurance	23,700	-
Office expenses	67,181	810
Professional fees	108,071	6,500
Regulatory filing and transfer fees	49,419	-
Salaries	156,914	24,600
	606,386	37,795

10. SUBSEQUENT EVENTS

- a) 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”. The Corporation’s shares were delisted from the TSX-Venture Exchange on the same day.
- b) On August 30, 2007, the Corporation granted stock options to directors, officers, consultants and employees of the Corporation to purchase up to 546,000 common shares of the Corporation pursuant to the Corporation’s Stock Option Plan. The options are exercisable on or before August 30, 2012 at a price of \$1.90 per share.
- c) Subsequent to June 30, 2007, 552,520 common shares were issued at \$1.50 per share and 29,823 common shares were issued at \$1.05 per share on exercise of share purchase warrants.
- d) Subsequent to June 30, 2007 an additional 2,941,670 common shares were released from escrow.

CORPORATE INFORMATION

DIRECTORS

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OFFICERS

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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: NCU

CAPITALIZATION

(As at October 10, 2007)

Shares Issued and Outstanding: 36,147,160

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

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