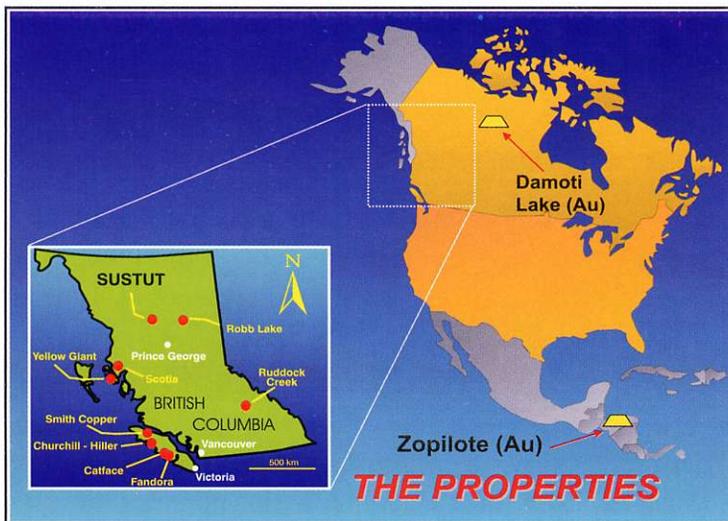


## Well-Positioned to Capitalize on Rising Copper and Gold Prices”

January, 2003

Doublestar is a Canadian mineral resource development company owning and working advanced and grass-root precious and base metal projects from Canada's Northwest Territories to Honduras, Central America. Since 1996, we have been assembling and advancing key properties to the point where we expect that profitable production from one or more of our properties will soon be a reality. Our Company is operated by experienced asset managers and professionals who have been effective in discovery, mine development and mining operations throughout the Americas. Our mission is to advance our key projects to production while continuing to seek attractive exploration or early-stage development properties that will contribute to shareholder value.



**Sustut Copper:** An open-pit, high-grade copper project located in BC, currently in feasibility.

**Zopilote Gold:** An advanced, open-pit, bulk-tonnage gold project in Honduras, currently being drilled to build on a 446,000 ounce resource.

**Honduras (regional):** Eleven Honduran exploration concessions totalling 121 sq. kilometres including advanced and grass-root gold, gold-silver and poly-metallic prospects.

**Damoti Lake Gold:** An advanced, underground, high-grade gold project in Canada's Northwest Territory hosting a 618,000 ounce resource.



## Sustut Copper

Sustut is located in north central British Columbia, near Northgate Exploration's 50,000 tonne per day Kemess copper/gold mine. The property hosts three separate zones of mineralization, but it is the southeast zone, containing 5,940,000 tonnes grading 1.87% copper and 6 grams per tonne silver, which is the focus of all activity at present. In partnership with Northgate and Procon Mining & Tunnelling Ltd., we recently commenced a feasibility study contemplating mining the southeast zone at 1,200,000 tonnes per year.



The property is located 195 Km north of Smithers, 400 Km from Prince George. Rail-head is 42 Km, via proposed Sloane Connector. Omineca Access Road lies within 12 Km. Kemess Mine and Airstrip within 53 road Km.

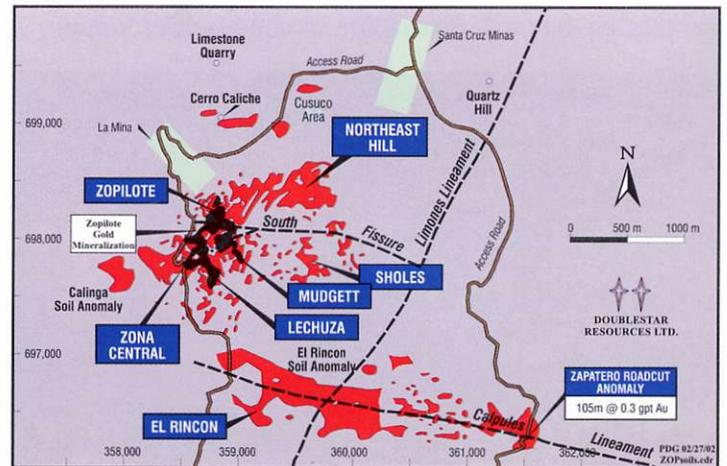
During 2002, the Sustut partnership completed infill and definition drilling, baseline environmental studies, geotechnical studies and metallurgical testing, the results of which have led the partners to proceed with the feasibility study. In addition to the southeast zone, Sustut hosts resources of 3.95 million tonnes grading 1.25% copper and 8.66 million tonnes grading 0.73% copper (0.40% copper cutoff grade, Falconbridge, 1973) in two other zones.

We expect to complete the feasibility study in the first quarter of 2003. The partnership plans to operate Sustut as a quarry with Procon conducting mining operations, Lomak (Northgate's existing ore transport contractor) trucking ore to the Kemess Mine, Northgate treating the ore at Kemess and Doublestar and Northgate equally sharing the profits. Permitting will be carried out during the first and second quarter of 2003, with construction scheduled to begin shortly thereafter. If placed into production, the partnership will open Doublestar's first mine and one of the first significant metal mines in British Columbia in almost a decade.

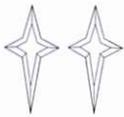
Deposit	Operator	Ounces	Grade (g/t)	Tonnage
Vueltas del Rio, Honduras	Geomaque	570,000	0.75	23,600,000
San Andreas, Honduras	Private	850,000	1.44	18,300,000
Cerro Blanco, Guatemala	Glamis	1,253,000	2.2	15,500,000
San Martin, Honduras	Glamis	955,000	0.78	38,100,00

Selected Deposits in Honduras and Guatemala

We believe that the existing gold resource can be greatly expanded. Results of a soil geochemistry program are outlined in red on the map below. Soil geochemistry works well at Zopilote as noted by the presence of such an anomaly over the Zopilote main deposit area. The new Northeast Hill and large El Rincon anomaly (500 m. by 3,000 m.) have the size and strength to contain resources far exceeding the existing resource.



During 2002, 4 kilometres of trenching produced results including: 16 metres (m) of 1.12 grams per tonne gold (gpt), 28m of 1.11 gpt, 6m of 3.78 gpt, 14m of 2.75 gpt and 44m of 1.1 gpt. Numerous other trenches had similar results leading to a 1,600 metre reconnaissance drill program. The best hole, #Z02-07, recorded 33 metres grading 2.14 grams per tonne (gpt) gold including a 12 metre section grading 5.15 gpt gold. This intercept may indicate a new zone is developing to the east of the presently indicated gold resource. A new discovery was also made under the large, and previously undrilled Calpules (El Rincon) soil anomaly where hole Z02-02 intercepted 48 metres grading 1.07 gpt gold including 18 metres grading 1.68 gpt gold.



## Zopilote Gold

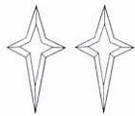
Zopilote is a 155 square kilometer gold concession located in western Honduras. To date, drilling has identified a resource of 446,000 ounces of gold in 10.5 million tonnes grading 1.32 grams/tonne. More importantly, only 20% of the property has been prospected and existing gold mineralization remains open.

Situated on the collision boundary of the North American and Caribbean Tectonic Plates, the entire area is known to be highly prospective for gold deposits due to deep-seated and wide-spread faulting.



Exploration of fault structures and associated hydrothermal and epithermal activity has led to the discovery of a number of exceptional gold mines and exploration projects in Honduras and Guatemala. Some of the more recent and notable of these are identified in the accompanying chart.

Zopilote is well-located with respect to roads, power, and labour and, in common with Sustut, fits the Company's preferred project profile of a low capital cost combined with a low operating cost facility.



## Honduras Regional

Doublestar is drawn to Honduras not only for its mineral potential but also because of its established and economic infrastructure in the country. Our knowledge of the sociopolitical framework of the country, and our network of legal, geologic and audit personnel will facilitate quicker and more effective development of our projects. Further, the Country's attitude toward mineral development is encouraging. The government and the people of Honduras have a 500 year history of mineral development, Gold is the country's third largest export, and they are encouraging mineral development.

This year, we have acquired eleven mineral concessions bringing our Honduran land holdings to 276 sq. kilometres. Several concessions are in the highly prospective Department of Santa Barbara, in close proximity to our Zopilote gold deposit. These new concessions include advanced epithermal gold (channel samples as high as 59



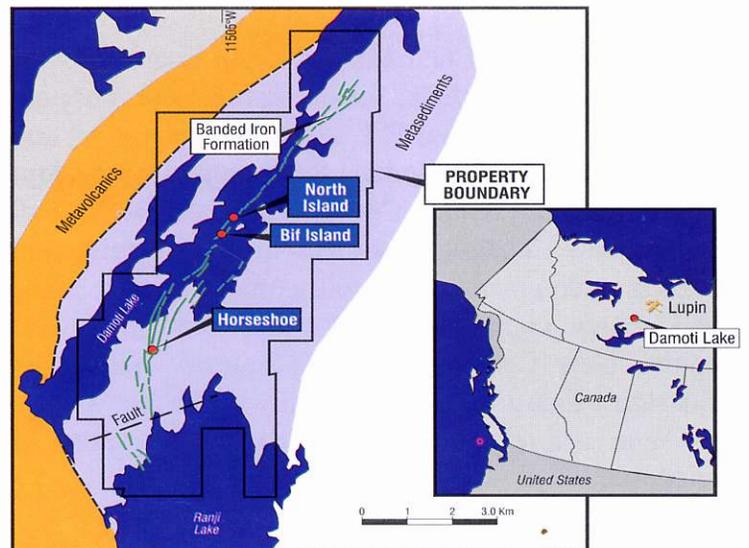
grams per tonne gold) and gold/silver targets, two advanced bulk-tonnage gold prospects, grass roots gold prospects, one advanced poly-metallic prospect and two advanced polymetallic/silver prospects (values up to 6.85% copper, 9.2% zinc and 85 grams silver per tonne).

We recently initiated a broad scale geologic reconnaissance program of stream sediment and soil sampling on several of the concessions and plan to expand the scope of our regional activities in the new year.



## Damoti Lake Gold

The Damoti Lake property is approximately 200 kilometres north of Yellowknife, Northwest Territories, Canada and covers 46 square kilometres. Previous work on the property, including 40,800 metres of drilling and 430 metres of underground development, has outlined a geological resource estimate of 2,084,164 tonnes at 0.297 ounces per tonne gold containing an estimated 618,000 ounces in six target areas (Sierra Mining & Engineering). One zone, the Horseshoe Zone, was estimated to contain a discreet resource of 409,740 tonnes grading 0.415 ounces per tonne to a depth of 75 metres, containing 187,000 ounces of gold.



According to Paul Saxton, Doublestar President, "The Damoti Lake potential is greatly expandable. It is an intriguing property that has had spectacular drilling results in the past and begs to have a new expanded exploration program. The iron formation, which is the gold bearing structure, is over 11 kilometres in length and only a small part of it has been systematically and structurally explored."

Hole #	Interval (ft)	Intercept (ft)	opt Au	Area
D94-124	148.29-179.79	31.50	2.740	Horseshoe
D94-87	67.16-105.31	38.15	1.822	Horseshoe
D94-113	111.85-120.38	8.53	6.413	Horseshoe
D97-296	169.62-213.91	44.29	1.196	Horseshoe
D97-282	334.23-351.45	17.22	1.926	Horseshoe
D97-268	139.40-170.23	30.83	1.043	Horseshoe
D97-295	98.73-115.95	17.22	1.669	Horseshoe
D97-301	201.12-224.08	22.96	0.870	Horseshoe
D94-43	298.56-317.75	19.19	1.009	BIF Island
D94-31	692.75-711.45	18.70	1.007	BIF Island
D94-115	205.05-218.50	13.45	1.255	Horseshoe
D94-108	103.84-110.89	7.05	2.371	Horseshoe
D95-176	166.34-179.14	12.80	1.278	BIF Island
D97-293	136.81-146.65	9.84	1.581	Horseshoe
D97-272	332.26-347.02	14.76	1.036	Horseshoe

### Fifteen Best Intercepts

Earlier this year, we granted Canadian Zinc Corporation an option to earn a 50% interest in Damoti Lake by making certain cash and share payments and spending a cumulative \$2.4 million CDN of exploration over four years. We expect exploration under the Canadian Zinc agreement will commence in 2003.

## MANAGEMENT

Doublestar management is well respected in mineral exploration and mine development. Combined, the CEO and President, have over 50 years of experience in finding and building mines and in operating publicly traded resource companies.

**Alan Savage** is our Chairman and CEO. Prior successes for Mr. Savage include: incorporating and building Imperial Metals Corp., a TSE traded mining and oil and gas operation; through Geddes Resources Ltd., developing the famous Windy Craggy copper deposit; and, through New Canamin Resources Ltd., developing and bringing to commercial feasibility, the 90 million tonne Huckleberry copper, molybdenum, gold and silver deposit. New Canamin was subsequently bought by Princeton Mining Corporation. Since 1996, Mr. Savage has been actively involved in the development of Doublestar.

**Paul Saxton**, our President and COO, is a mining engineer who also holds an MBA. He has been active in the mining industry since 1969, holding various positions including mining engineer, mine superintendent, vice president and president with numerous Canadian mining companies. During his tenure at these companies, Mr. Saxton was responsible for financing, design, construction, operation and further exploration of mines including the Nickel Plate Mine in BC, Castle Mountain mine in

California and the Brewery Creek Gold mine in the Yukon. Following his departure, in 1998, from Viceroy, of which he was President, Mr. Saxton became President of Standard Mining Corp. which was subsequently merged with Doublestar Resources Ltd.

## FUTURE PLANS

Following six years spent assembling a strong base of mineral assets and bringing them forward through exploration and applied engineering, we are now preparing to bring Doublestar to the status of a producing mining company. Sustut will complete its feasibility study in early, 2003 and we expect it to be moved quickly to production. At the same time, other projects are moving forward in response to the continued exploration programs conducted by us or our optionees. We are optimistic that at least one gold project will be brought to commercial threshold within the medium term.

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Fully Diluted: 29.0 million

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