

**NUSTAR RESOURCES INC.****#203 - 1318 56<sup>th</sup> Street, Delta, B.C., V4L 2A4****Phone:(604) 943-3083; Fax:(604) 943-3071****e: gkkbid@portal.ca****EXPLORATION UPDATE: DATED AUGUST 12, 2002**

**The Company announces that it has completed a follow-up sampling program in the South Grid zone at the Christmas Lake property situated in the Cariboo Mining Division, British Columbia, Canada.**

**The sampling program included obtaining fresh material from adjacent zones over a contiguous sample interval with a length of approximately 200 feet. This zone is seen to trend east-west and is characterized by a series of interlayered sedimentary-volcanic and possibly fine grained intrusive rocks. Much of the sampled sedimentary-volcanic material has been altered to a skarn and is seen to contain abundant metallic sulphides both disseminated and along fractures, mainly as pyrite. The samples were taken along the south and eastside of the access road-cut that traverses a large high chargeability, induced polarization (IP) zone. The IP high chargeability zone measures about 2,300 feet in length and varies from 500-650 feet in width forming an arc-shape that trends northwest-southeast. This high chargeability area, i.e. 45 millisecond contour outline, is traversed in several places by linear zones of high resistivity. The results from the initial sampling by the writer, as reported in the Company News Release dated, August 6, 2002, indicates that the highest gold analyses came from highly fractures (crackled) fine-medium grained intrusive porphyry and/or skarn rocks with quartz and minor calcite and siderite-gypsum fracture-welding. The current sampling program also went beyond the area of the initial sampling program because of the suggested, larger area of interest.**

**The samples have been taken to the laboratory for analyses. The results will be reported soon.**

**ON BEHALF OF THE BOARD**

**“J. W. McLeod”**

**James W. McLeod/President/P.Geo.**

**The Company trades on the TSX Venture Exchange - Symbol: NTR and is quoted in the Pink Sheets - Symbol: NTRRF**

**The TSX Venture Exchange has neither approved nor disapproved of the information contained herein.**