

Quick Facts

One Year Chart (GSA)



Source: www.bigcharts.com

Price (Oct 29/10):

\$0.34

52-Week High-Low:

\$0.69 - \$0.27

Average Daily Volume:

50-day: 87,900

200-day: 110,350

Shares Outstanding:

68.74 million

Market Capitalization:

\$23.37 million

Year-End:

April 30

Symbol: TSX-V: GSA

Website:

www.groundstarresources.com

Stock-of-the-Week

Groundstar Resources Limited (GSA: TSX-V)

Groundstar Resources Limited is a Calgary-based junior oil and gas company actively pursuing international exploration and production opportunities. The Company currently has interests in several prospective oil and gas properties in the Middle East (Iraq), North Africa (Egypt), and South America (Guyana).

The global hunt for the remaining untapped reserves of conventional crude oil is increasing the level of exploration interest in the so-called “frontier” regions. Characterized by challenging logistics and geology, and comparatively high geo-political risks, these jurisdictions nevertheless have the potential to offer high-impact discoveries that justify these risks. With its seasoned management, access to capital, information technology, and services, Groundstar Resources has secured a number of international exploration opportunities that fit this description. Intensifying drilling activity during the final calendar quarter of 2010, including initial results from a current drilling well in Kurdistan, provide a number of catalysts that should support a more positive assessment of the Company's shares.

Groundstar's three key projects include: (1) the Qara Dagh-1 well in the Kurdistan region of Iraq (6% interest); (2) the West Kom Ombo Block in Upper Egypt (70% interest); and (3) the Apoteri K2 well in Guyana (10% interest).

All three of Groundstar's exploration interests are focused on high-impact light oil potential. The Qara Dagh Block in Kurdistan, with a total of seven prospective formations, is estimated to contain 450 million barrels of ultimately recoverable oil. The West Kom Ombo Block could hold an estimated 570 million barrels of recoverable reserves. The Company's Takutu exploration block in Guyana has been estimated to hold a gross mean recoverable reserve of 127 million barrels.

Despite holding relative small property interests on a percentage basis, Groundstar nevertheless has exploration exposure to a total of eight prospective drilling locations, three of which will be operating during the fourth quarter of 2010 with gross prospective “Best Estimate” reserves in excess of 1.1 billion barrels of light crude oil, and an exploration land inventory just under 10 million acres. The Company has successfully negotiated cost-carrying terms with partners on two of its three exploration properties, thus limiting its exploration spending obligation to just \$2.76 million, an amount that is currently fully funded.

Additional information on Groundstar Resources Limited is provided on our website: <http://www.eresearch.ca/profile.asp?companyID=565>