



## **GLOBESTAR STATES CASH POSITION AND NO EXPOSURE TO COMMERCIAL PAPER**

Toronto, Ontario – August 17<sup>th</sup>, 2007. GlobeStar Mining Corp. (TSX-GMI) (“GlobeStar” or “the Company”) currently holds \$39,211,289 in cash and short-term investments of which \$33,324,324 (85%) is held in Royal Bank of Canada Guaranteed Investment Certificates (GICs) and the remainder is in cash. Of these cash and short-term investments, 21% are held in US dollars.

The Company holds no commercial paper.

### **About GlobeStar**

The Company has taken a conservative approach to its stewardship of cash during the construction period of its flagship Cerro de Maimón open pit copper/gold project. GlobeStar announced yesterday an increase in the project’s reserve tonnage of 82% and an increase in pre-tax Net Present Value (8% discount rate) to US\$ 172 million with an internal rate of return of 58% (see press release of [http://www.globestarmining.com/press/pdf/gmi126\\_2007aug16.pdf](http://www.globestarmining.com/press/pdf/gmi126_2007aug16.pdf)).

GlobeStar is a well-funded minerals exploration and development company, developing the fully permitted Cerro de Maimón copper/gold project in the Dominican Republic. Production from this high-grade open pit mine is currently expected in the summer of 2008. GlobeStar is aggressively exploring, principally an extensive base and precious metals exploration portfolio in the Dominican Republic with over C\$4.0 million committed to exploration during 2007 and 2008. GlobeStar recently raised C\$31.8 million in May 2007, C\$ 30 million in August 2006 and recently closed a US\$45 million project financing for development of Cerro de Maimón. The Company currently has sufficient financial and technical resources to fund mine development, exploration and acquisition programs.

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