

MESSAGE TO SHAREHOLDERS

GLR has made significant progress in financing the Goldfields project to production despite the difficult financing environment. The company has negotiated a production loan and at the time of writing this letter the loan agreement has been signed by the company and sent back to the lender for their signature. If everything goes satisfactorily GLR should be Canada's next gold mine and be in production late 2003 or early 2004.

GLR holds several exploration properties in Ontario, Quebec and Saskatchewan. Exploration is continuing on the Stares gold/basemetal property shared equally with RJK Explorations. GLR has also started a exploration program on its large holdings in the Kirkland Lake area. The Kirkland Lake gold camp has produced in excess of 25million ounces gold and is still being mined to day.

Please see the Company's web site for full details on all its properties and operations at www.kasnergrouppco.com.

Working capital as of April 30th, 2003 was \$260,000 of which \$100,000 is in cash. For full details, please see the information circular and audited financials attached. In closing the higher gold price should assist in any financing activities the company may enter into.

On behalf of the Board
" R J Kasner"

A handwritten signature in black ink, appearing to be 'R J Kasner', with a long horizontal line extending to the right.

Robert J. Kasner
President and CEO