

NEW POLARIS (100%)

CANARC Apr. '98

- One of the largest gold deposits in Western Canada, New Polaris geological resources are currently estimated at 3.9 million tons grading 0.41 oz/ton, or 1.6 million oz. contained gold, open for expansion along strike and at depth.
- A feasibility program in late 1996 - early 1997 was approximately 60% complete when the Bre-X fiasco caused Canarc to lose additional financing need to complete feasibility.
- Major new development last week when the government approved a mine and road adjacent to New Polaris.
- Canarc has bid to acquire another minesite in B.C. which has port, road, hydro power, mill and tailings facilities as well as all operating permits in place. *Premier*
- Transportation to, and final processing of New Polaris concentrates at this minesite should have a significant positive impact on project economics.
- Canarc now plans to aggressively pursue a joint venture partner or other financing to complete the feasibility program, including in-fill drilling this summer.

GNC (33% carried)

- This strategic, 1300 hectare property immediately adjoins the Eskay Creek Mine of Homestake-Prime in northwestern British Columbia.
- Prime Resources drilled one deep hole in 1997 approximately 3.5 km southwest of the minesite.
- Intersected 3.5 m of semi-massive sulfides containing strongly anomalous Cu-Zn-Pb-Ag-Au values within the mine sequence of rock formations.
- A 3-4 hole deep drilling program is proposed for 1998 to search for high grade mineralization in the vicinity of last year's low grade drill intercept.

BELLAVISTA (18% carried)

- Wheaton River Minerals has re-estimated mineable recoveries at 8.0 million tonnes grading 1.8 g/t open pit and 2.6 million tonnes grading 3.3 g/t underground, or 840,000 oz. contained gold.
- Recent breakthrough in metallurgical testing shows heap leach gold reserves averaging 72%
- A pre feasibility study should be released in 2nd quarter and final feasibility is scheduled by year-end.

BENZDORP (80% option, net 32% if Placer earns interest)

- Largest historic gold district (1 million + oz. produced) in Suriname, where every creek over a 20 km long belt produced placer gold.
- Canarc discovered 12 gold prospect areas in the easternmost 5% of the property, one of which, JQA, measures 750 m x 250 m @ 1 gpt open in all directions.
- Optioned to Placer Dome 60/40 for US\$20 million in cash payments, all exploration work and a positive feasibility study bankable by Canarc within 5 years.
- Discussions underway with Suriname partner to facilitate Placer deal - Phase 1 drilling program to proceed this summer.

SURINAME/GUYANA (60 - 100%)

- Kwitaro property in Guyana optioned to Cyprus 70/30 for cash, work and feasibility study - fieldwork now underway.