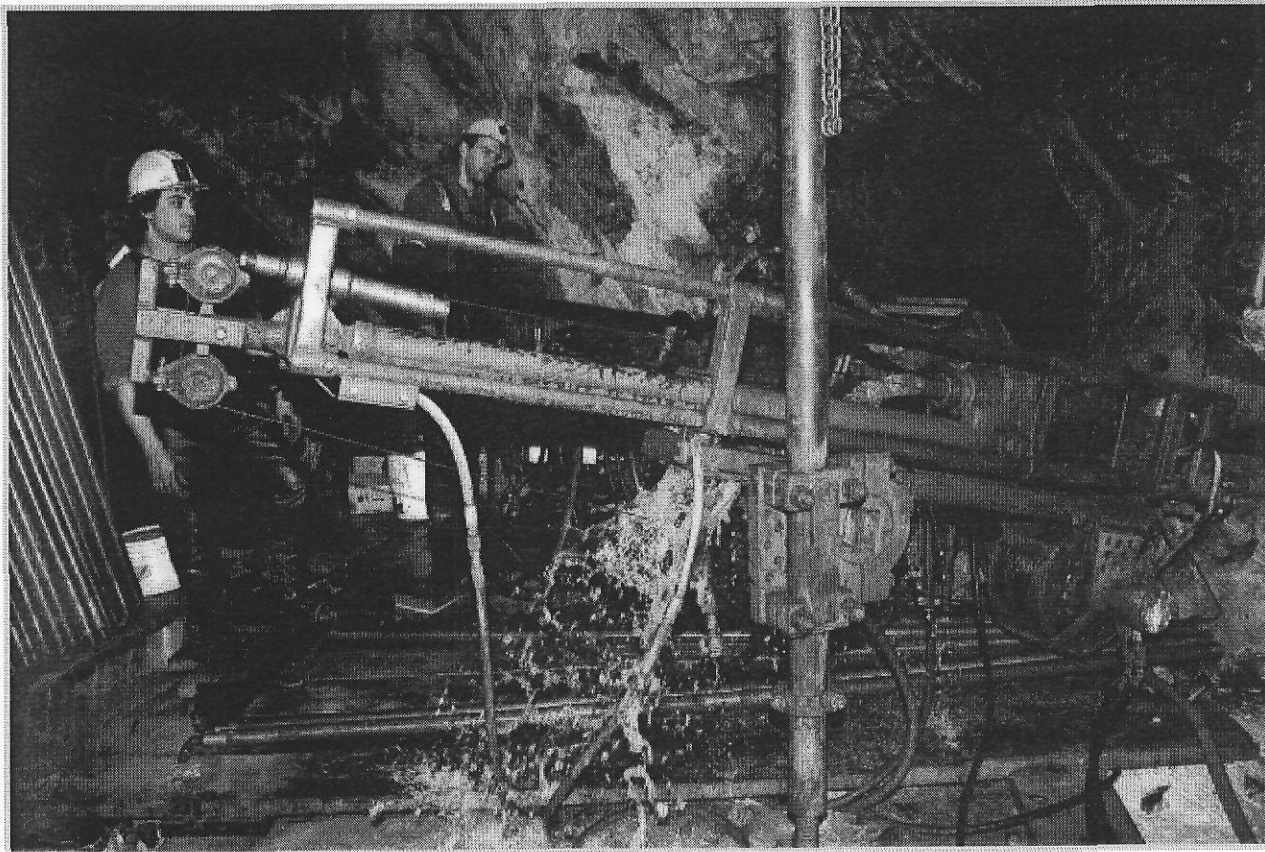


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T. Schwartz
CANARC
RESOURCE CORP.

NEW POLARIS - Advancing To Production

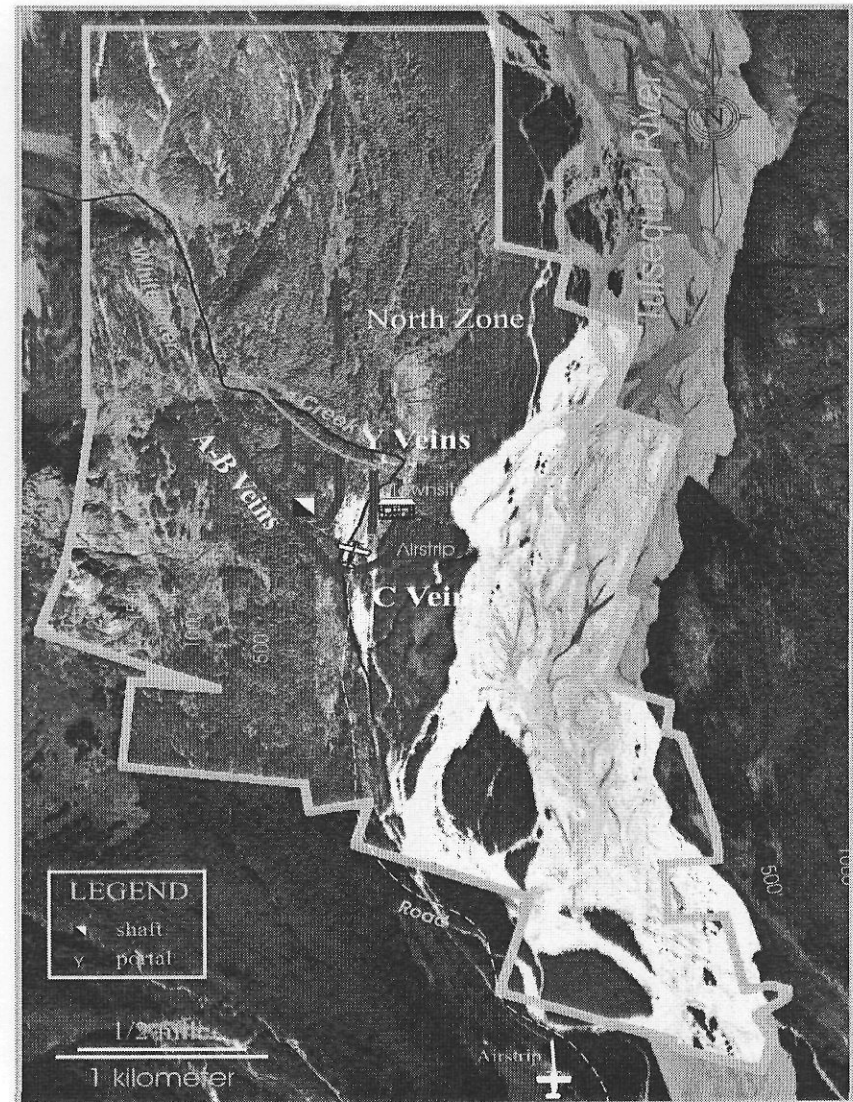
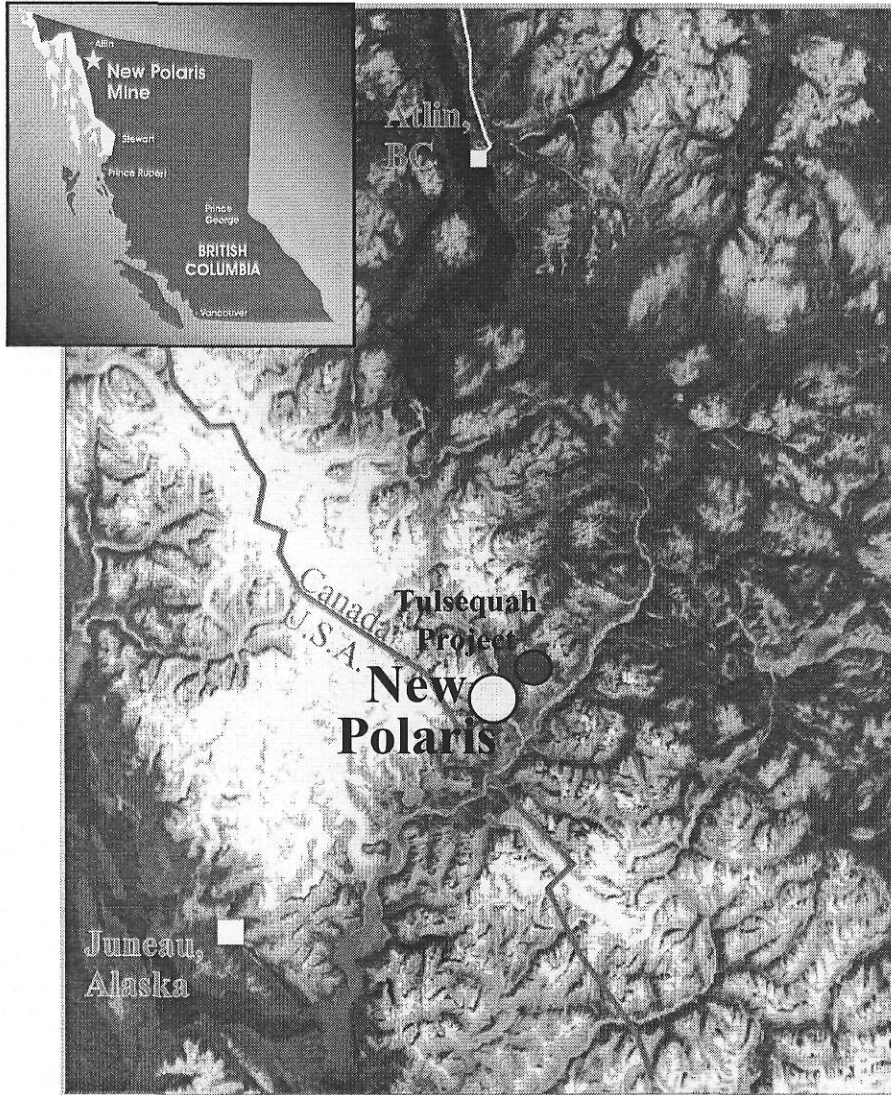
Mar. 17/06
From Jack
McIntosh,
Canarc



Canada's Next High Grade Gold Mine?!

The 1.3 million oz New Polaris gold deposit (historic resource non 43-101 compliant) is Canarc's first discovery and it's principal asset

NEW POLARIS - Location and Access



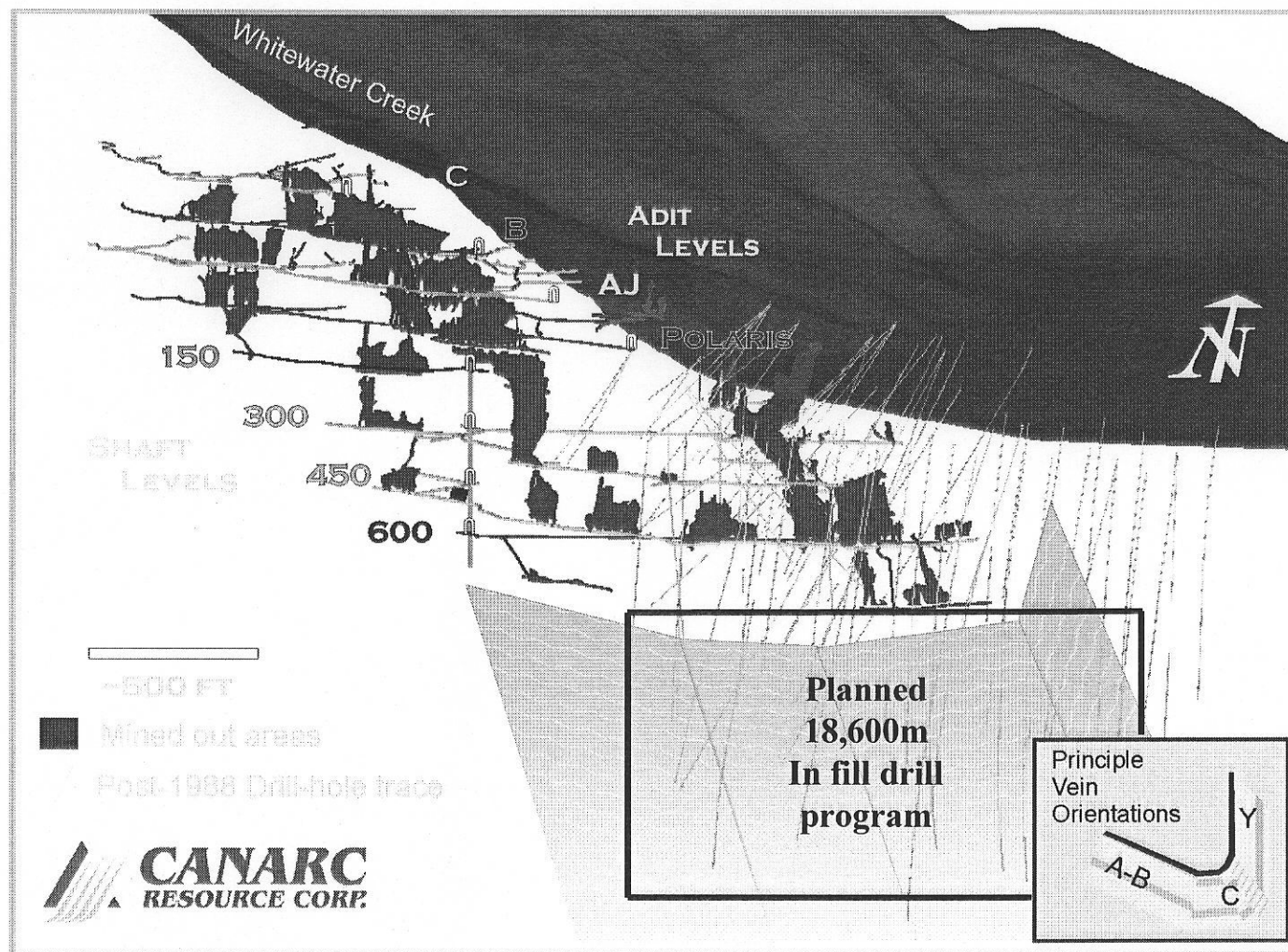
New Polaris is located in northwestern B.C., 60 km from Juneau, Alaska

NEW POLARIS - Gold Mine Overview

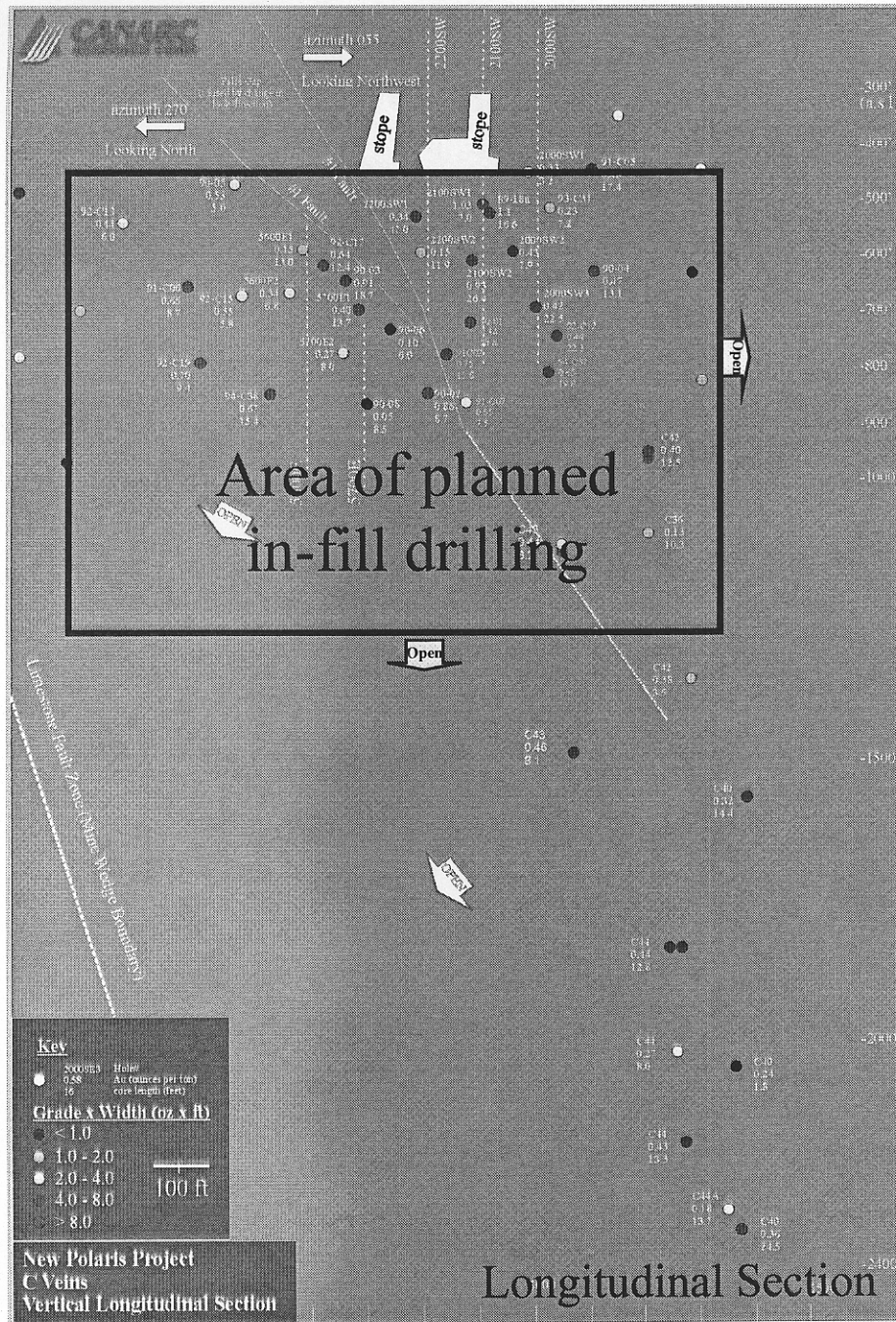
- **PAST PRODUCTION:** 1938-1942, 1946-1951:
231,000 oz gold at recovered grade of 0.30 opt (10.3 gpt)
- **HISTORIC RESOURCE:** 1997:
1,300,000 oz gold in 3.6 million tons grading 0.36 opt
(12.3 gpt) gold (not compliant with NI 43-101, not to be relied upon.)
- **GEOLOGICAL POTENTIAL:** Multi-million oz gold
deposit to +5000 foot depths, similar to the Red Lake Camp
in Ontario (24 million oz produced, 5.0 million oz reserve)
- **2006 PROGRAM:** Drill 18,000 m in 60 in-fill holes to define a **600,000 oz gold**, NI 43-101 compliant resource, complete conceptual mine plan and initial economic assessment, enter mine permitting and feasibility process for 65,000 oz per year high grade underground gold mine with min. 9 year mine life

~ \$3.1M

NEW POLARIS - 3D Mine Model



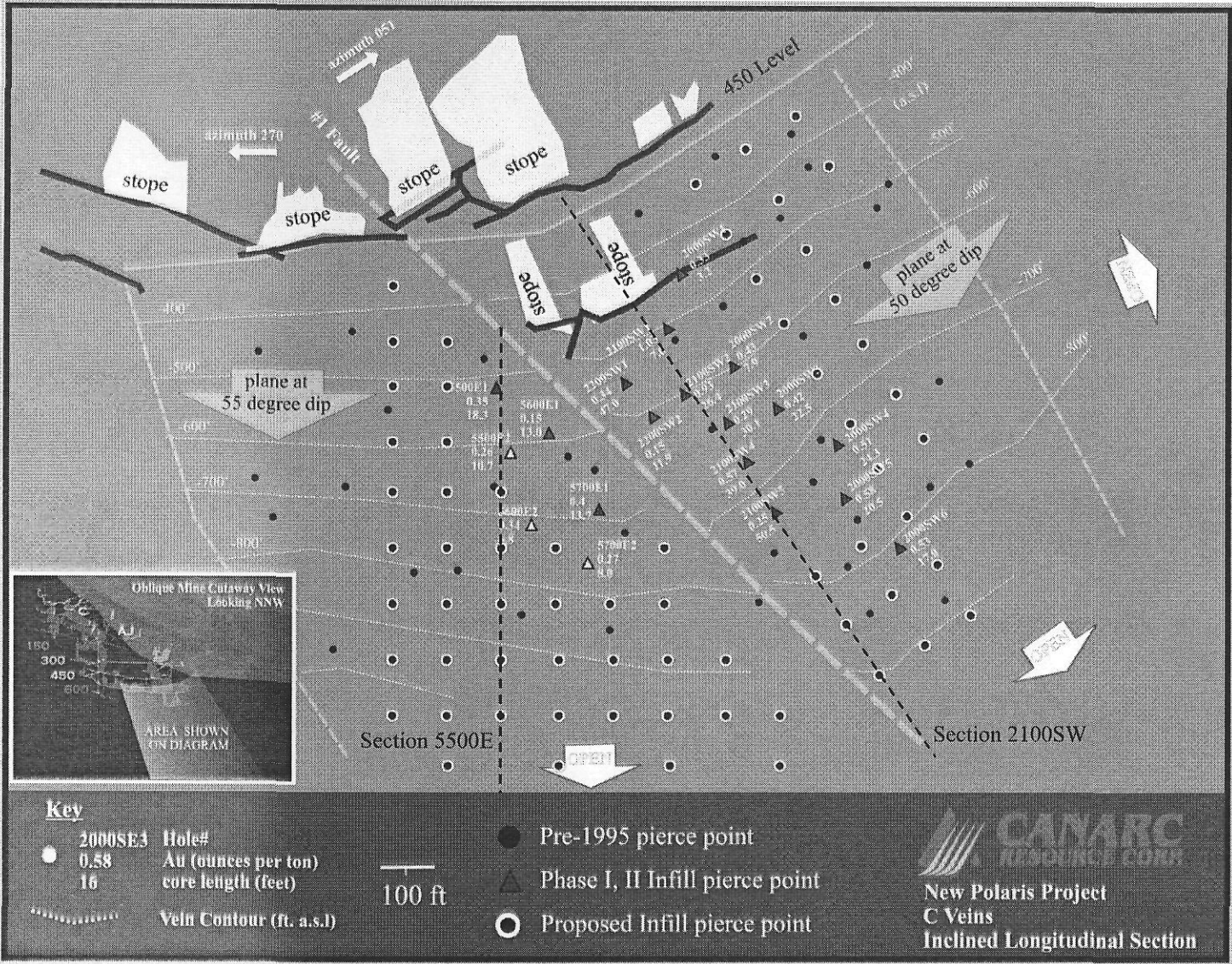
122 drill holes outlined 1.3 million oz mine extension, open in several directions



NEW POLARIS C Veins - Deep Potential

- Multiple high-grade veins cut in 4 deep holes
- Mineralization open to depth and along strike

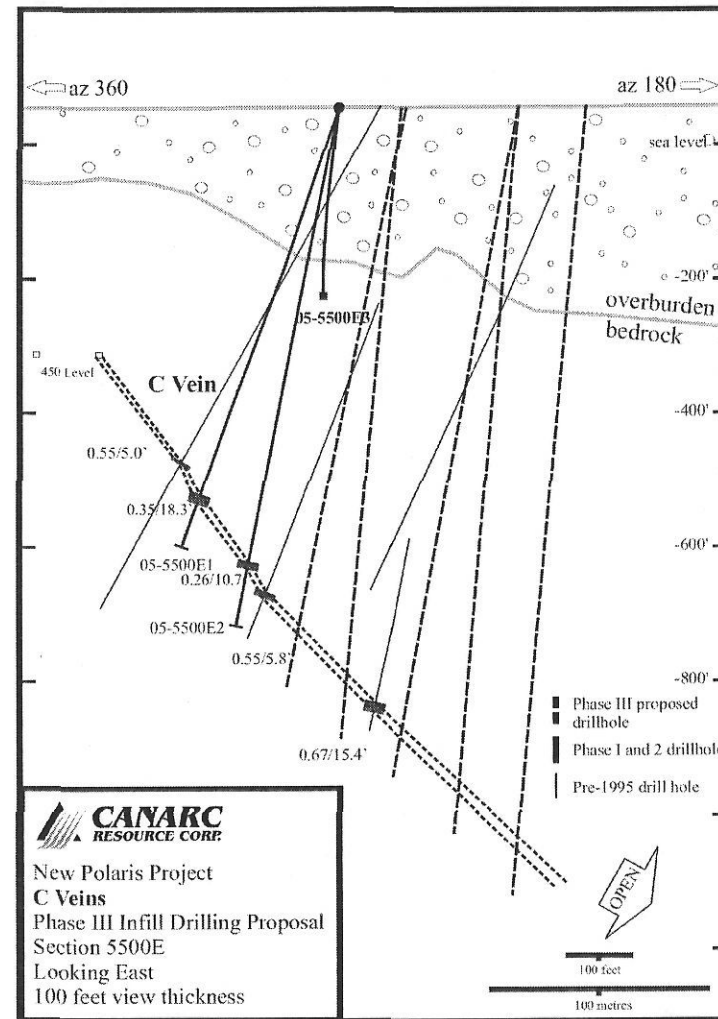
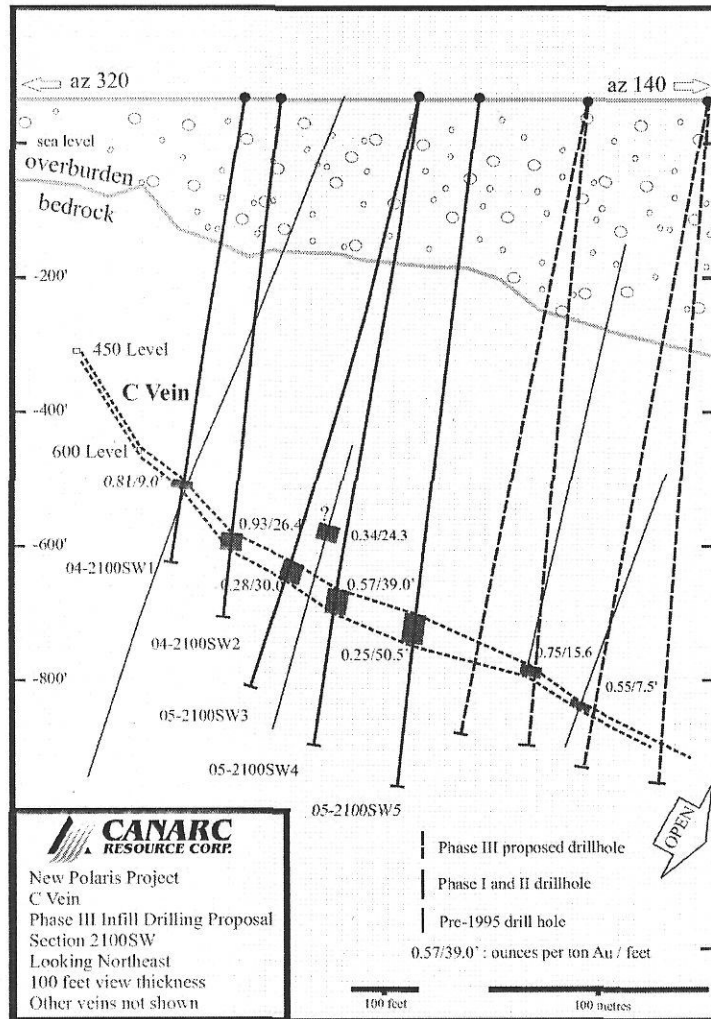
NEW POLARIS - C Veins Long. Section



C Vein intercepts
average 0.46 opt
(14.3 gpt) over
14.6 ft (4.5 m)

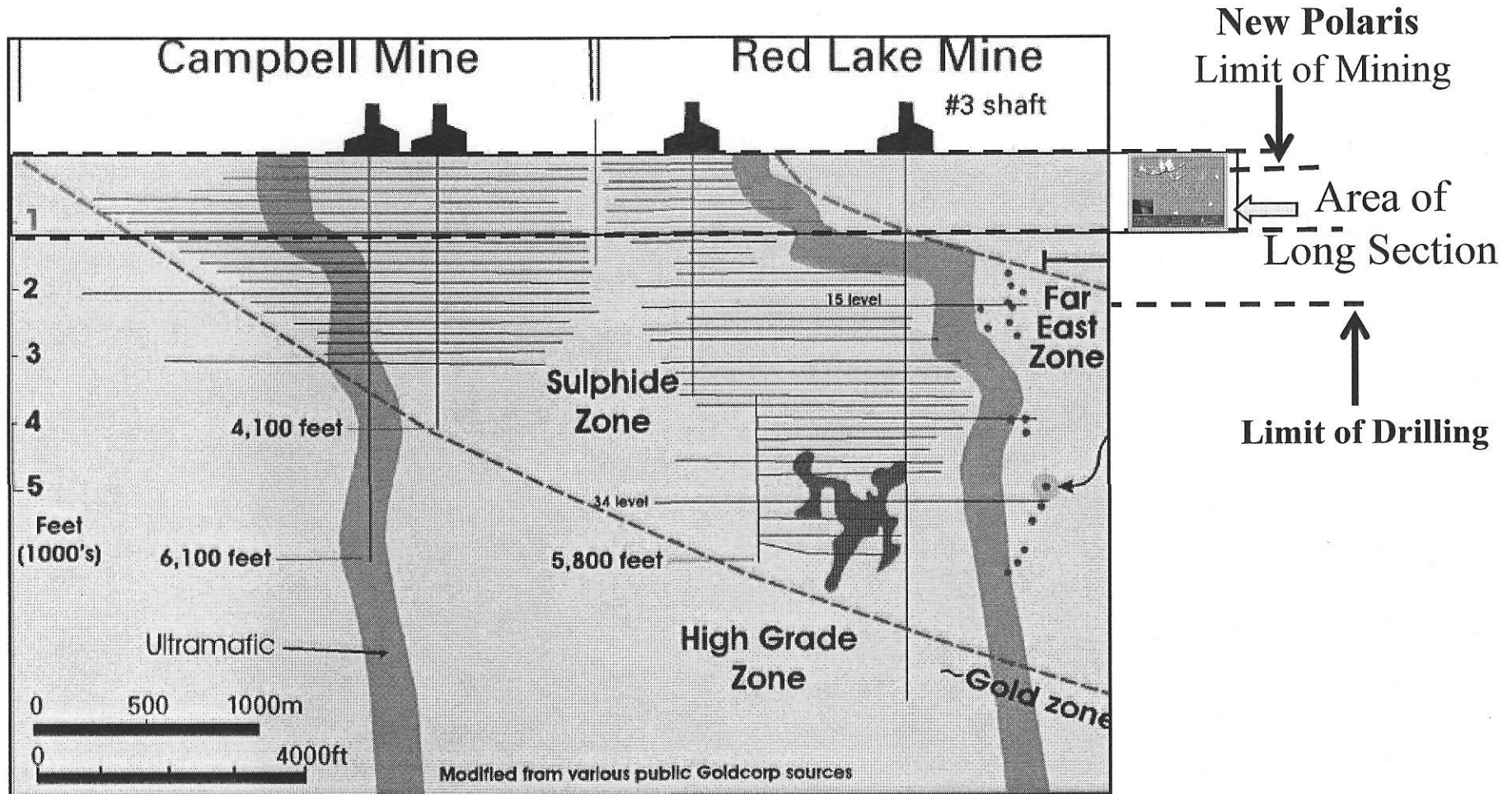
Y vein intercepts
average 0.50 opt
(17.1 gpt) over
15.7 ft (4.8 m)

NEW POLARIS - C Veins Cross Sections



Consistently high grades over mineable widths, open to depth

NEW POLARIS - Scale Comparison to Red Lake District



Orogenic (mesothermal) vein deposits like Red Lake and New Polaris typically extend to great depths