

→ Taurus II
→ Table Mts
PDAE '06

838514



911 - 470 Granville St.
Vancouver, B.C. V6C 1V5

Cusac to Raise \$6 Million to Resume Gold Production and Taurus II Exploration in 2006

For Immediate Release. Vancouver, BC, March 3, 2006. David H. Brett, President, Cusac Gold Mines Ltd. (TSX: CQC. OTCBB: CUSIF, the "Company"), reports that the Company has engaged M Partners Inc. (the "Agent") of Toronto to assist the Company to raise up to \$6 million through the private placements of a combination of flow-through units, common share units and convertible debentures for the purpose of restarting gold production from the Company's 100% owned high grade Table Mountain Gold Mine in Northern BC. The units offered will be comprised of common shares (flow through and non flow-through) and up to a full share purchase warrant. Certain proceeds from the offering will be utilized to further exploration work on the Company's 100% owned Taurus II open pit target located proximal to the Table Mountain Gold Mine. The balance of proceeds will be used to pay the expenses of the offering and for general working capital. The terms of the financing including issue prices, conversion prices and warrant exercise prices are subject to determination and also subject to regulatory and shareholder approval.

The Agent will be paid a commission of 7% of the gross proceeds in cash and 7% broker warrants to purchase of the flow-through and non-flow-through common shares for a period of 18 months. The Agent will also receive a corporate finance fee of \$10,000.

"Cusac's goal is to resume operations at Table Mountain prior to the end of the second quarter of 2006, with gold sales and revenues commencing in the fourth quarter," said Cusac CEO David Brett. "At current gold prices, resuming production will enable Cusac to augment its balance sheet and be in a strong position to further explore in the Taurus area which has already yielded positive results."

"The Cassiar Gold Camp is emerging as a potential bulk-tonnage gold region in British Columbia", said Cusac VP of Exploration, Lesley Hunt. "Cusac has by far the dominant land position in the Taurus area. There is big interest in our valley culminating from recent exploration and also from the review of historic data that has been overlooked in the past. Our 2006 exploration program will be a busy one, with the bulk tonnage potential 'Taurus II' advancing rapidly and our underground mining operations enabling us to explore for and expand our existing gold resources."

The Agent is a member of the IDA, a participating member of the Toronto Stock Exchange, the TSX Venture Exchange and the Canadian Investor Protection Fund (CIPF)

CUSAC GOLD MINES LTD.
PER:

David H. Brett
President & CEO

For Further Information Call: 1-800-670-6570 (Canada) Or 1-800-665-5101 (USA) Email: info@cusac.com Web: www.cusac.com
--

The TSX has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.