

CANARC RESOURCE CORP. (CCM-V)

HOLE NO.	INTERVAL FEET	LENGTH FEET	GOLD OZ/T	SILVER OZ/TON	LEAD %	ZINC %	GOLD EQUIV
GNC 90-8	157.4-200.1	42.7	0.018	0.35	1.14	2.51	0.128
incl.	190.3-200.1	9.8	0.029	0.24	0.04	3.81	0.156
GNC 90-9	167.3-170.6	3.3	0.005	0.17	0.02	9.98	0.330
	193.6-203.4	9.8	0.013	0.29	0.10	5.46	0.195
	213.2-219.8	6.6	0.003	0.19	0.19	3.93	0.134
GNC90-12	108.2-118.0	9.8	0.007	0.16	2.21	4.03	0.186
GNC90-13	154.1-193.5	39.4	0.013	0.38	0.92	3.05	0.136
incl.	177.1-193.5	16.4	0.024	0.34	0.31	4.88	0.192
GNC90-14	206.6-246.0	39.4	0.007	0.35	0.73	2.20	0.098
incl.	226.3-239.4	13.1	0.016	0.50	1.27	3.09	0.148
	255.8-259.1	3.3	0.006	0.22	3.21	3.56	0.192

GNC DRILL RESULTS - Bradford Cooke, president, Canarc Resource Corp., 33 1/3% carried, reports joint venture partner PRIME RESOURCES GROUP INC. (PRU-V) 66 2/3% working interest, intersected significant sulfide mineralization during drilling of the Porphyry Zone on the GNC property located 1 km south of the Eskay Creek 21 Zone discovery, 60 miles NW of Stewart, B.C. in similar stratigraphic rock formations.

The GNC property is largely surrounds the TOK-KAY claims of Prime/Stikine. Nine holes were completed to test the Porphyry Zone over 330 ft along strike by 330 ft down dip, representing less than 20% of a 1,600-foot long coincident induced polarization and geochemical soil anomaly that produced grab samples from surface trenches assaying up to 4.66% zinc and 0.19 oz.gold/ton. The mineralization carries a gross value in the order of US\$54 per/ton. The Porphyry Zone is open in all directions. As the drill intersections are less than 200 feet in vertical depth, this zone has open pit potential. Hole GNC 90-7 was not drilled deep enough to hit the mineralized zone. Holes GNC 90-10, 11 intersected low grade mineralization. Hole GNC 90-7A has assays pending. One hole was on a claim gap between the TOK 11, 12 and TOK 13, 14 claims to test the potential for stringer mineralization in the footwall rhyolites north of the Mackay Zone. Drill hole MK 90-3 cut several low grade gold zones and one high grade gold zone, the most significant of which are as follows:

HOLE NO.	INTERVAL FEET	LENGTH FEET	GOLD OZ/T	SILVER OZ/TON
MK 90-3	242.7 - 301.8	59.1	0.037	0.88
incl.	259.1 - 265.7	6.6	.089	6.11
	288.6 - 291.9	3.3	.231	1.52

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George Cross
Reliable

These assays indicate a mineralized feeder zone is present in the rhyolites on the claim gap and therefore the argillites on the claim gap have some "Eskay Creek" potential. Two drill holes were drilled into the Central Zone, located between the Porphyry and Tiptop Zones, to test a large and strong coincident geophysical IP and geochemical soil anomaly. No significant sulfides were intersected to explain the IP anomaly. Assays are expected within three weeks. A new drill target has been defined west of the Varitech/Tymar/Akiko-Lori drill discovery along the same mineralized structure on the GNC Property. A new area, informally called the South Zone, has a strong IP anomaly, a flanking aeromagnetic anomaly and a soil anomaly assaying 0.15 oz.gold/ton. Drilling of the South Zone and other priority targets will continue into November. (SEE GCFNL No.190, OCT.1/90, P.2 FOR PREVIOUS DATA)

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