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WESTERN CANADA

HOLE NO.	CANARC RESOURCE CORP. (CCM-V)		GOLD OZ/T	HIGH GRADE GOLD CUT AT
	INTERVAL FEET	LENGTH FEET		
PC-91-Y1	406.40 - 410.85	4.45	0.32	POLARIS-TAKU
	749.35 - 770.60	21.25	.81	Brad Cooke,
Incl.	751.00 - 760.40	9.40	1.30	president,
	1052.00 - 1053.90	1.90	1.09	reports the
PC-91-Y2	436.00 - 447.00	11.00	.22	best gold
	640.85 - 646.30	5.45	.09	intersection
	666.20 - 675.45	9.45	.50	to date has
	919.50 - 924.00	4.50	.29	been cut by

----- Canarc Resource and Suntac Minerals at the Polaris-Taku mine on the Tulsequah River, 60 km east of Juneau, Alaska.
Suntac has an option to earn a 60% interest in the

property from REMBRANDT GOLD MINES LTD. (RTG-Alberta) by spending \$3,000,000 and completing a feasibility study by 1Aug93. Canarc has bought and holds options to buy between 37% and 43% of the issued shares of Suntac. Drill hole PC-91-Y1 and Y2 are the deepest holes in the Y vein system, intersecting the Y vein downdip from holes 914 and 89-16, which intersected 0.74 oz.gold/ton over 13 feet and 0.43 oz.gold/ton over 9.4 feet respectively. SEE OVERLEAF P.1 FOR CROSS-SECTION.

The longitudinal section shows the old mining stopes and pierce points of previous drill holes in four sub-parallel veins comprising the Y vein system, indicating an ore shoot more than 1,400 feet long and over 700 feet deep. Using an area of influence of 100 feet from each drill hole, and a true thickness conservatively averaging 60% of core length, holes Y1 and Y2 have a drill indicated reserve potential of about 66,000 tons grading 0.70 oz.gold/ton, containing some 46,500 ounces of gold. However, about half of this reserve which, prior to the current drilling program, was 1,600,000 tons of 0.45 oz.gold/ton, or 720,000 oz.

The goal of the two-phase drilling program now underway is to increase the total contained gold reserves to more than 1,000,000 ounces of gold. Drill holes PC-91-C1 to C6 and Y1/Y2 have added about 158,000 ounces to the contained gold reserve potential for a total of about 878,000 ounces to date. The ore shoots in the Y vein system are open to the east, west and to depth. No reserves have been calculated in the 3i5, 324 and deep F.W. veins. Phase 1 drilling is expected to continue in the Y vein and C vein until September, at which time Phase 2 begins. (SEE GCNL No.151, 7Aug91, P.1 FOR PREVIOUS DRILL RESULTS)

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