

CANARC RESOURCE CORP. (CCM-V)

SUNTAC MINERALS CORPORATION (SUJ-V)

DRILLING STARTS ON POLARIS-TAKU PROJECT - Bradford Cooke, president, reports Canarc Resource Corp. and Suntac Minerals Corp. have begun the 1991 drilling program at the Polaris-Taku gold mine, located on the Tulsequah River, 100 km south of Atlin in northwestern B.C. and some 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 on exploration, making staged property payments and completing a feasibility study by 1Aug93. Canarc has an agreement to acquire an approximate 37% interest of Suntac's share, or 51% on a fully-diluted basis.

A two-phase, \$1,000,000 drilling program will continue exploration of the C vein and Y vein systems, both of which remain open along strike and down dip. The first phase 10,000-foot, 10-hole drilling program now underway will test the depth potential of the C vein and Y vein systems to depths of 600 to 1,200 feet below surface. Initial results are anticipated within a few weeks.

Should the drilling results from the first few holes be favourable, there is a second drill on site that can be used to accelerate the phased drilling programs. Previously, the deepest drill holes in the C vein high grade ore shoot was hole PC90-2, which returned 0.58 oz.gold/ton over a 13.2-foot core length at 900 feet in depth. The deepest drill hole in the Y vein gold zone was hole 89-16, which intersected 0.43 oz.gold/ton over a 9.4-foot core length at 750 feet in depth. Drilling in the C vein last year produced eight ore intersections averaging 0.49 oz.gold/ton over 14.1 feet true width, thereby adding about 179,000 ounces gold to the previous drill indicated mineral inventory.

Drilling in the Y vein in 1988 and 1989 intersected four separate veins the 315, 324, 328 and Y veins. However, only the Y vein intersections were used to calculate drill indicated ore reserves. It is hoped the 1991 drilling program will add another 300,000 ounces contained gold to the existing geological reserves which total an estimated 1,600,000 tons grading 0.45 oz.gold/ton, or 720,000 ounces contained gold reserves. (SEE GCNL No.91, 10May91, P.3 FOR PREVIOUS INFORMATION)

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