



CANARC
GOLD | SILVER

A Fully Funded- Gold-Company
Focused on Growth Through Acquisitions and Exploration

Nov 2016

Cautionary Note



Certain statements contained herein regarding the Company and its operations constitute “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995. All statements that are not historical facts, including without limitation statements regarding future estimates, plans, objectives, assumptions or expectations of future performance, are “forward-looking statements”. We caution you that such “forward looking statements” involve known and unknown risks and uncertainties that could cause actual results and future events to differ materially from those anticipated in such statements. Such risks and uncertainties include fluctuations in precious metal prices, unpredictable results of exploration activities, uncertainties inherent in the estimation of mineral reserves and resources, fluctuations in the costs of goods and services, problems associated with exploration and mining operations, changes in legal, social or political conditions in the jurisdictions where the Company operates, lack of appropriate funding and other risk factors, as discussed in the Company’s filings with Canadian and American Securities regulatory agencies. Resource and production goals and forecasts may be based on data insufficient to support them. Mr. Garry Biles, Canarc President & COO is the Qualified Person for the Company as required by NI 43-101. The Company expressly disclaims any obligation to update any forward-looking statements. We seek Safe Harbour.

Investor Highlights



Well Funded Gold Growth

- Canarc is a growth oriented gold-silver resource company, with over \$10 million in cash and no debt

Acquiring Advanced and Prospective Gold and Silver Projects

- Canarc is focused on acquiring advanced gold and silver Projects with current resources and upside potential in the Americas

Advancing Large High Grade Gold Project to Feasibility

- Focused on advancing the 100% owned New Polaris High Grade Gold Project, in NW British Columbia, Canada to feasibility

NEW

Option on Established Gold Resources

- Option to earn up to 75% interest in bulk tonnage open pit gold deposit with established resources and historical investments of \$15M located in central British Columbia, Canada

Exploring Emerging New Gold Discovery

- Exploring New Near Surface gold discovery, in BC, situated close to a 10M+oz Gold Deposit

Experienced Management & Board

- Senior Management and Board have extensive experience and excellent track record in exploration and mining

Investor Information



Trading Symbols: TSX:CCM OTCQX:CRCUF

Shares Outstanding: 215 million

Fully Diluted: 267 million

Trading Range: \$0.04 to \$0.15

Current Market Cap: \$25 million

Cash Equivalent on Hand*: \$12 million



Experienced Management



Bradford Cooke, M.Sc., P.Geo. – Chairman and Founder - Professional geologist with over 40 years experience in the mining industry, specializing in corporate strategies and the financing, acquisition, discovery and development of precious metal mines. **Founder & CEO of Endeavour Silver.**

Catalin Chiloflisch, B.Com. – CEO - Professional economist with over 25 years of experience in mining, mergers and acquisitions, corporate finance and business development. Helped raise over \$250 million in joint venture, equity and debt financings for mineral resource projects since 2010.

Garry Biles, P.Eng. – President, and COO - Professional engineer with more than 40 years experience, including 16 years as General Manager of 4 producing gold mines.

Joey Wilkins, P.Geo. – Consulting Geologist - Professional geologist with 30 years experience in the mining sector, specializing in exploration and evaluation of precious metal deposits.

Philip Yee, C.A. –CFO - Professional accountant with over 25 years of experience in corporate management, regulatory reporting, accounting, auditing and taxation.



100% owned New Polaris High Grade Gold Mine, located in NW British Columbia, Canada, ready for feasibility



Signed Option to earn 75% interest over 5 Years on a Large Bulk Tonnage Gold Open Pit Project , located in British Columbia, Canada



Exploring New Near Surface gold discovery, in BC, close to a 10Moz Gold Deposit

Goals

- Growing total Resources base to 5 million ounces of Gold through acquisitions and explorations
- Acquiring a near term gold-silver producing asset in order to leverage our in house mine operating experience and begin cash flow generation



Recent Successes

- **October 2015** -Acquired a gold project in Mexico for approx. \$1M
- **January 2016**- Completed PEA on the project with robust NPV
- **May 2016** – Mexican Project sold for \$10.5M for a 500% profit following the completion of additional work and a PEA
- **September 2016**- Signed an option to acquire in favorable terms a 75% interest in a gold project with significant existing 43-101 gold resources



New Polaris - Location and Access



- **Location:** New Polaris is located in north-western B.C., 60 km from Juneau, Alaska and 100km from Atlin, BC
- **Neighboring Infrastructure:** a 4500 ft (1370 m) airstrip, road to barge landing, right to build 73 mile (121 km) road to Atlin
- **Neighboring Property:** 1100 tonne per day underground mine is already permitted and pending financing is ready for access road and mine facilities construction
- **Claims:** Consists of 61 crown grants and 1 claim totaling 3,050 acres (1200 hectares), a 760 ft (230 m) deep internal shaft, 3 adits and 11 miles (18 km) of underground mine workings

New Polaris PEA Highlights



| | | |
|--------------------------------|--|--------------------------|
| Scheduled Resources | 2.2 million tonnes (dilluted 20%) at a 7 gpt cutoff | |
| Grade | 11.3 grams per tonne (diluted 20%) | |
| Production Rate | 600 tonnes per day | |
| Recoveries | 91% gold into concentrated | |
| Output | 72,000 oz gold into concentrate | |
| Minelife | 10 years | |
| Gold Price | US\$ 1200 per oz | |
| Exchange Rate | US\$ 1.00 = CAS 1.00 | |
| Capital Cost | CAS 101 million | |
| Cash Cost | US\$ 481 (excluding off-sites) | |
| | Pre Tax | After Tax |
| Cash Flow (LoM) | CAS 280.8 million | CAS 188.1 million |
| NPV (5%) | CAS 197.2 million | CAS 129.8 million |
| NPV (8%) | CAS 160.0 million | CAS 103.7 million |
| NPV (10%) | CAS 139.2 million | CAS 89.0 million |
| Internal Rate of Return | 38.10% | 31.40% |
| Payback Period | 2.4 years | 2.5 years |

* Details of the PEA technical Report dated April 10 2011 are available on ww.Sedar.com

New Polaris – NI 43-101 Resources (Canarc's Largest Gold Resource)



| MEASURED PLUS INDICATED UNDILUTED RESOURCE | | | | | | |
|---|-----------|---------------------|-----------|---------------|----------|----------------|
| Cutoff Grade | | Mineralized Tonnage | | Average Grade | | Contained Gold |
| (g/tonne) | (oz/ton)* | (tonnes) | (tons) | (g/tonne) | (oz/ton) | Au (oz) |
| 2 | 0.058 | 1,670,000 | 1,840,861 | 10.62 | 0.310 | 570,000 |
| 4 | 0.117 | 1,510,000 | 1,664,491 | 11.42 | 0.333 | 555,000 |
| 6 | 0.175 | 1,288,000 | 1,419,778 | 12.54 | 0.366 | 519,000 |
| 8 | 0.233 | 1,009,000 | 1,112,233 | 14.08 | 0.411 | 457,000 |

| INFERRED UNDILUTED RESOURCE | | | | | | |
|------------------------------------|-----------|---------------------|-----------|---------------|----------|----------------|
| Cutoff Grade | | Mineralized Tonnage | | Average Grade | | Contained Gold |
| (g/tonne) | (oz/ton)* | (tonnes) | (tons) | (g/tonne) | (oz/ton) | Au (oz) |
| 2 | 0.058 | 2,060,000 | 2,270,763 | 10.5 | 0.307 | 697,000 |
| 4 | 0.117 | 1,925,000 | 2,121,951 | 11.0 | 0.322 | 683,000 |
| 6 | 0.175 | 1,628,000 | 1,794,564 | 12.2 | 0.354 | 636,000 |
| 8 | 0.233 | 1,340,000 | 1,477,098 | 13.3 | 0.387 | 571,000 |

* Details of the gold resource can be found in NI 43-101 Technical Report, dated March 14 2007 available on SEDAR. The resource is calculated using a cut-off grade of 6.0 g/t.

New Polaris - Development Plan



- **Production Target:** 100,000 oz per year
- **Development:** 3+ year development schedule to production
- **Feasibility:** Cdn\$10 million permitting & feasibility program to include 20,000 meters of infill diamond drilling to upgrade resources to a level suitable for feasibility study use, environmental studies, government permitting and feasibility study
- **Capital:** Approx. US\$90 million capital cost to build 600 tpd flotation plant, camp and related surface infrastructure
- **Operating Costs:** US\$481 per oz excluding offsite costs (based on 600tpd PEA)



FG Gold – Large Gold Project with Resources (Canarc's Latest Acquisition)



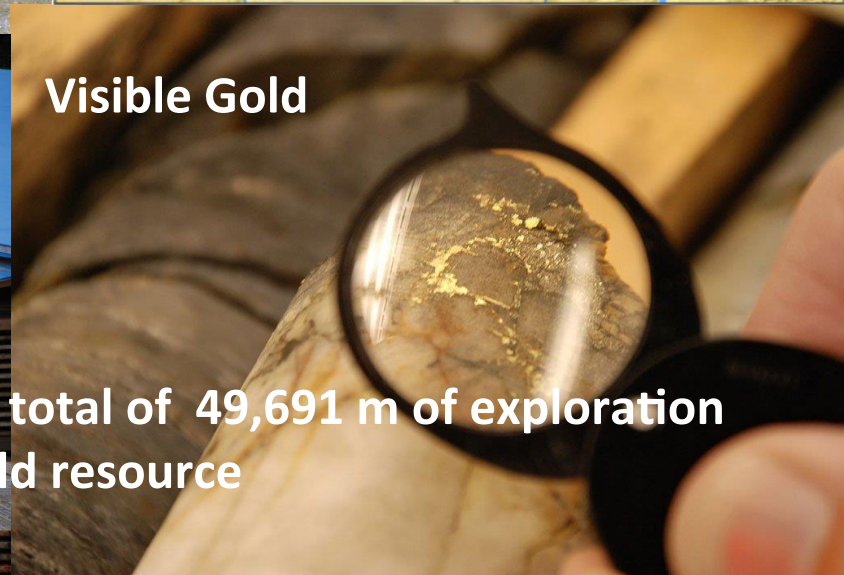
Over \$15 million of prior third party exploration expenditures invested on the property



Extensive Drilling of 402 drill holes for a total of 49,691 m of exploration drilling has resulted in an established gold resource



Visible Gold



Canarc has An Option to Earn up to 75% Interest in FG Gold Project

FG Gold- Overview



- ◆ FG Gold is located approximately 100 kilometers east of Williams Lake within established Cariboo Gold Mining District of British Columbia
- ◆ The Property consists of 33 contiguous mineral claims totalling 10,400 hectares.
- ◆ The Property is easily accessible by paved and all weather logging roads
- ◆ Exercise of the Option could add substantial additional gold resources to Canarc at an attractive cost and diversifies Canarc's portfolio of BC gold properties (complete option details are available on Canarc website under news release dated August 25, 2016).
- ◆ Recent geophysical and geochemical work has identified several other prospective targets with potential for a significant increase in resources.
- ◆ Past laboratory flotation testing has yielded excellent recoveries.



FG Gold Resources (Reported by Eureka)



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- Eureka Resources Inc. reports a NI 43-101 Resource as follows:

FG RESOURCE ESTIMATES

79
Au

| Zone | Zone | Class | Tonnes > Cut-off 0.5 g/t | Au (g/t) | Au (grams) | Au (ounces) |
|--------------|--------------|-----------------|--------------------------------|--------------|-------------------|----------------|
| Main | Main | Measured | 5,600,000 | 0.812 | 4,500,000 | 145,000 |
| Main | Main | Indicated | 9,570,000 | 0.755 | 7,200,000 | 231,000 |
| Main | Main | M+I | 15,170,000 | 0.776 | 11,700,000 | 376,000 |
| Main | Main | Inferred | 8,270,000 | 0.670 | 5,500,000 | 177,000 |
| NW | NW | Inferred | 19,180,000 | 0.740 | 14,200,000 | 457,000 |
| SE | SE | Inferred | 43,000 | 0.632 | 27,000 | 900 |
| Total | Total | Inferred | 27,493,000 | 0.718 | 19,727,000 | 634,900 |

- 43-101 Technical Report July 27, 2015

* Details of the gold resource can be found in "NI 43-101 Technical Report, Frasergold Exploration Project, Cariboo Mining Division, dated July 27, 2015" available on SEDAR or at the Eureka's website (eurekaresourcesinc.com). The resource is calculated using a cut-off grade of 0.5 g/t. This resource is an historical estimate and a qualified Canarc person has not done sufficient work to classify the historical estimate as current mineral resources or mineral reserves. A more detailed review of the data used in the resource estimate is needed to verify the historical estimate as current mineral resources or mineral reserves. As a result the historical estimate is not being treated as a current mineral resource.

Windfall Hills Gold Project-Overview



Large Property: 5000 hectares

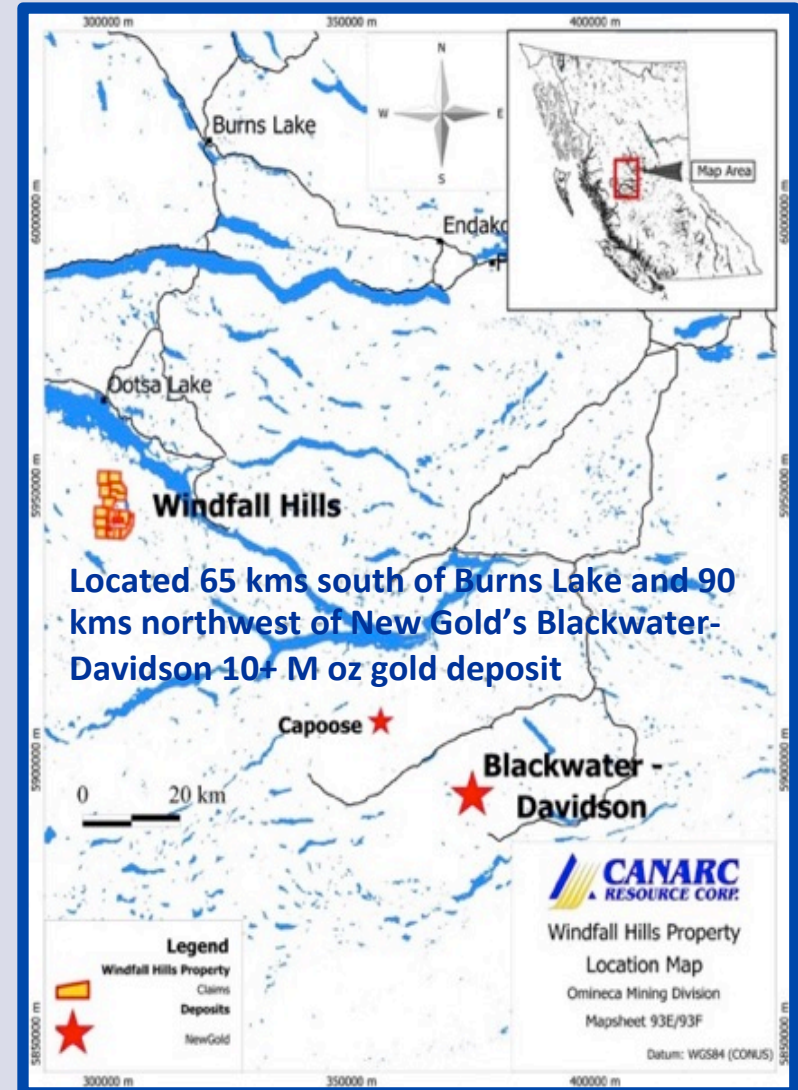
Good Location: 39 miles (65 km) south of Burns Lake, BC by road and 54 miles (90 km) northwest of New Gold's Blackwater 10 million+ ounce discovery

Exploration Data: Historic soil and rock geochemistry and IP geophysics identified drill targets but main target never drilled.

New Targets: In 2011 Canarc defined multi-element geochemical anomaly (Au-Ag-As-Sb) and extended trend to northwest.

Highlights of the 2014 Drill Program

| Hole # | From m | To m | Length m | Ag gpt | Au gpt | AuEq gpt |
|----------|--------|------|----------|--------|--------|----------|
| WH-14-01 | 1 | 7 | 6 | 1.9 | 0.96 | 0.99 |
| Incl | 3 | 5 | 2 | 2.5 | 1.19 | 1.23 |
| WH-14-02 | 217 | 221 | 4 | 58 | 0.27 | 1.24 |
| Incl | 217 | 219 | 2 | 88 | 0.34 | 1.80 |
| WH-14-03 | 11 | 39 | 28 | 39 | 0.89 | 1.54 |
| and | 137 | 143 | 6 | 19 | 0.66 | 0.96 |
| Incl | 137 | 139 | 2 | 22 | 1.28 | 1.63 |



Windfall Hills - Advantages



Favorable Geology: Attractive exploration property covering gold mineralization and geological setting similar to the recent 10+ M oz Blackwater gold discovery of New Gold.

Large Anomalies: Historic rock sampling, hand trenching and minor drilling define large prospective area

New Targets: High priority drill targets marked by multi-element geochemical and IP resistivity geophysical anomalies.

Drill-Ready: Road-accessible means Canarc can “hit the ground running” to test new targets with drilling.

Strong Potential: To make new gold discoveries.

Road Accessible: The Project can be accessed by road.



Canarc- Relative Valuation Comparison



| Company | Market Cap* | Au Res (M oz) | EV Au/oz * |
|---|--------------------|----------------------|-------------------|
| Atac Resources | US \$76M | 0.7M | US \$95 |
| Balmoral Res. | US \$105M | 0.6M | US \$86 |
| Eurasian Minerals | US \$62M | 0.7M | US \$85 |
| IDM Mining | US \$40M | 0.5M | US \$57 |
| Pure Gold | US \$71M | 1.2M | US \$55 |
| Pilot Gold | US \$72M | 2.1M | US \$42 |
| Gold Quest Mining | US \$83M | 2.4M | US \$33 |
| Treasury Metals | US \$46M | 1.6M | US \$32 |
| Brazil Resources | US \$215M | 10.3M | US \$21 |
| TRI Metals | US \$30M | 1.8M | US \$17 |
| Canarc with 75% FG Gold less <u>US \$9M cash</u> (Adj. Mk Cap US\$10M) | US \$19M | 1.8 | US \$5.50 |

* Values as of Oct. 2, 2016

Canarc has an excellent growth potential based on relative valuation

Why Canarc ?



Well Funded With \$10M+ in Cash

Working towards 5Moz of Gold Through Acquisitions and Exploration

Gold Projects with Existing 43-101 Resources



Focused on Acquiring Advanced and Prospective Gold and Silver Projects

Company Led by Experienced Management & Board

Excellent Relative Valuation Upside Potential

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