

September 2017



CANARC RESOURCE CORP.
Unfolding the Full Potential of Two High Grade
Gold Deposits in Nevada, US and Canada



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.

Investors Key Highlights



Well Funded Company

- Canarc is a growth oriented gold-silver resource company, with **\$7 million in cash** and no debt

Focused on Advanced Gold Projects

- Canarc owns advanced gold projects with cumulative prior exploration spending of over \$40M

Operating in Good Mining Jurisdictions

- Our projects are located in mining friendly jurisdictions: Nevada, US and British Columbia, Canada

Experienced Management & Board

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

Investors Information



Trading Symbols: TSX:CCM OTCQX:CRCUF

Shares Outstanding: 219 million

Fully Diluted: 270 million

Trading Range: \$0.065 to \$0.135

Current Market Cap: C\$19 million

Cash & Equivalent : \$7 million



1 Year Share Price Performance



Experienced Management



Catalin Kilofliski, 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.

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.**

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.

Jacob Margolis, Phd. – US Exploration Manager- Professional geologist with over 28 years of professional experience in gold exploration in the western U.S. and in British Columbia .

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

Core Assets



100% Ownership of 10 Nevada and
1 Idaho Gold Assets



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



100% Owned New Near Surface gold
discovery, in BC, close to the Blackwater
Davidson, 10Moz Gold Deposit of New
Gold, ready for additional drilling

Corporate Goals and Strategy



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. C\$1M
- **May 2016** – Mexican Project sold for C\$10.5M for a 500% profit following the completion of additional work and a PEA
- **March 2017**- Acquired 10 Nevada and 1 Idaho gold assets with historical resources and significant exploration potential for US\$ 2M
- **May 2017**- Completed NI 43-101 Resource Report for Fondaway Canyon
- **July 2017**- Begun Exploration work at Fondaway Gold Canyon Gold project in Nevada
- **September 2017**- Commencing drilling program at Fondaway Gold Canyon Gold project in Nevada

Large Nevada Properties Portfolio



2 Advanced Properties with Gold Resources

<i>Property</i>	<i>Stage</i>	<i>Acres</i>	<i>Description</i>
<i>Fondaway Canyon</i>	<i>43-101 Resource</i>	<i>2,300</i>	<i>Resource: Indicated - 409K Ozs Au at 6.18 gpt Inferred - 660K Ozs Au at 6.4 gpt Multiple targets with open pit and UG potential</i>
<i>Dixie Comstock</i>	<i>Historic Resource</i>	<i>500</i>	<i>100K Ozs Au at 3.4 gpt- Open Pit</i>

9 Properties with Good Gold Exploration Potential

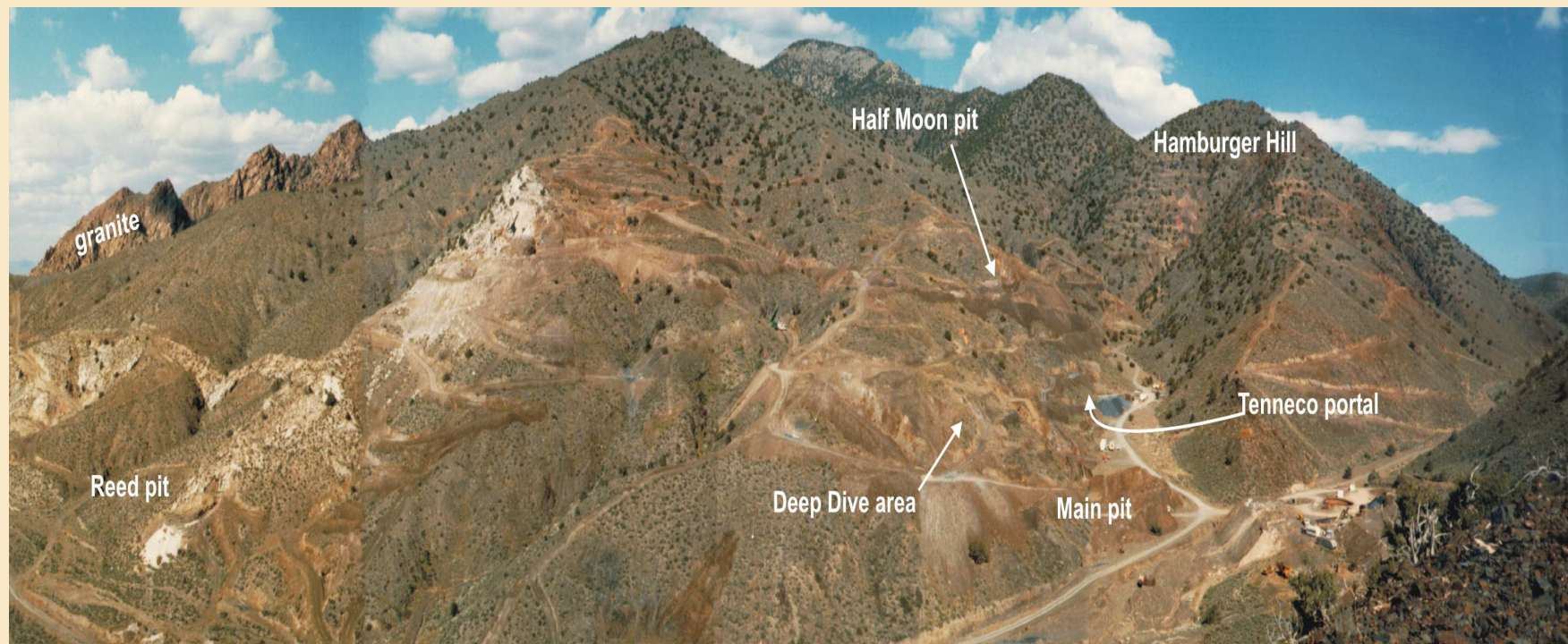
<i>Property</i>	<i>Stage</i>	<i>Acres</i>	<i>Description</i>
<i>Clear Trunk</i>	<i>Discovery</i>	<i>4530</i>	<i>40 holes drilled - Multiple Targets</i>
<i>Bull Run</i>	<i>Exploration</i>	<i>600</i>	<i>Past Production: High Grade Veins</i>
<i>Lightening Tree, Idaho</i>	<i>Exploration</i>	<i>220</i>	<i>Targets Identified</i>
<i>Hotspring Point</i>	<i>Exploration</i>	<i>160</i>	<i>Drilling with Strongly anomalous gold</i>
<i>Jarbridge</i>	<i>Exploration</i>	<i>160</i>	<i>Adjacent Land owner interested in claims</i>
<i>Silver King</i>	<i>Early Exploration</i>	<i>80</i>	<i>Silver in Jasperoid Veins</i>
<i>A&T Patent</i>	<i>Exploration</i>	<i>40</i>	<i>Work Needed to Identify targets</i>
<i>Silver Peak</i>	<i>Exploration</i>	<i>40</i>	<i>Gold Prospects surrounded by Mineral Hill JV</i>
<i>Eimis</i>	<i>Exploration</i>	<i>20</i>	<i>Leased</i>

Fondaway Canyon Gold Project



Significant NI 43-101 Resource, Open for Expansion, Multiple Untested Targets

- Advanced stage gold exploration property Located in Churchill County, Nevada on 136 contiguous unpatented claims covering 900 hectares
- History of previous surface exploration and open pit gold mining in the late 1980's and early 1990's.
- 300 intercepts with gold grades of 0.15 to 1.2 opt (5.1 - 41.1 gpt)



Fondaway Canyon NI 43-101 Resources



- The Fondaway Canyon mineralization is contained in a series of 12 steeply dipping, en-echelon quartz-sulfide vein-shear zones outcropping at surface and extending laterally over 1200m and vertically to depths of > 400m. The Paperweight, Half-moon and Colorado zones host the bulk of the resources, with the remainder in parallel veins or splays of the major vein-shears.
- A total of 591 historic drill holes were validated for resource estimation, with coordinate information and down hole assays. These included 8411m of core drilling in 49 holes and 40,675m of RC drilling in 551 holes.

NI 43-101 Fondaway Resource as of April 11, 2017

Resource Category	Tonnes ¹ (t)	Grade (g/t) Au	Ounces ² (oz) Au	Type
Indicated	2,050,000	6.18	409,000	UG/Sulfide
Inferred	3,200,000	6.40	660,000	UG/Sulfide
¹ Resource based on cut-off of 1.8m horizontal width \geq 3.43 g/t				
² Rounding differences may occur				

1. CIM Definition Standards were followed for reporting the Mineral Resource estimates

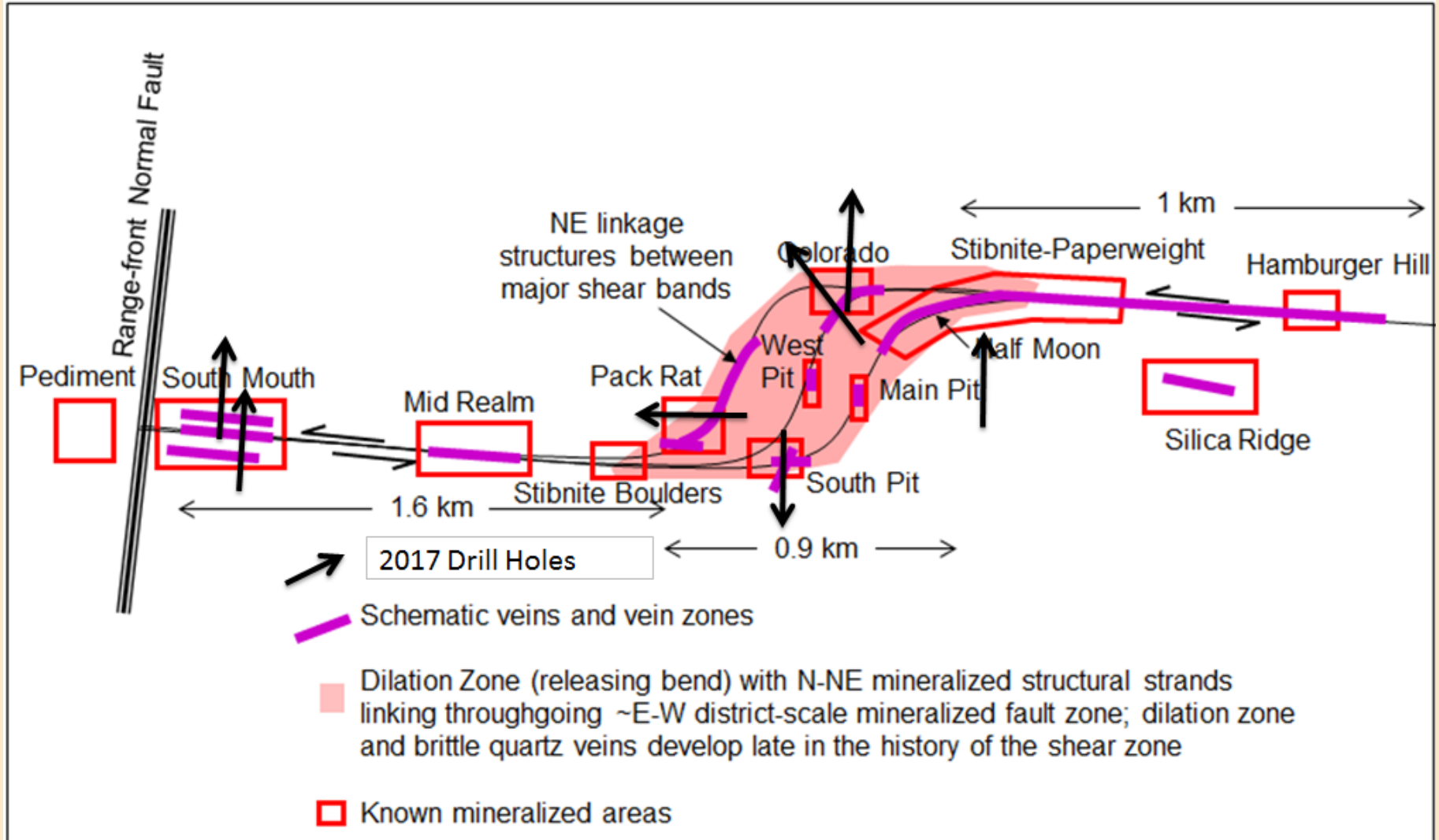
2. Mineral Resources are reported on a dry, in-situ basis. A bulk density of 2.56 tonnes/m³ was applied for volume to tonnes conversion.

3. The reporting cutoff grade of 3.43 g/t was based on capital and operating costs for a similar project, the three-year trailing average Au price of \$US 1,225/ oz Au, a metallurgical recovery of 90%, and an underground mining method suitable for steeply-dipping veins.

4. Mineral Resources are estimated from surface to approximately 400 m depth.

5. The quantity and grade of Inferred Resources in this estimate are uncertain in nature, there has been insufficient exploration to define these Inferred Resources as an Indicated or Measured Mineral Resource and it is uncertain if further exploration will result in upgrading them to an Indicated or Measured Mineral Resource category. Environmental, geotechnical, permitting, legal, title, taxation, socio-political, marketing or other relevant issues could materially affect the mineral resource estimate.

Fondaway Model and 2017 Drill Targets



Additional US Projects



Dixie Comstock Gold Property

- Located in the Churchill County, Nevada is the second most advanced property in the AIM portfolio. The property contains 26 unpatented lode claims and is the second most advanced property. It also has evidence of some historical mining but no records of production are available.
- A historical 1991 geologic and mining study completed by Mine Development Associated of Reno, Nevada, in March 1991 estimated a mineable deposit of 102,000 ounces of gold from 1,080,000 tons (980,000 tonnes) grading 0.0945 OPT Au (3.24 g/t) at a cut-off grade of 0.010 OPT (0.34 g/t) using open pit mining method. (*This resource is an historical estimate and a qualified person for Canarc has not done sufficient work to classify the historical estimate as a current mineral resource. As a result the historical estimate is not being treated as a current mineral resource.)

Clear Trunk Gold Property

- Located in Pershing and Humboldt Counties, Nevada on 4500 acres of fee mineral and unpatented claims in the Sonoma Range, south of Winnemucca.
- The property contains a small discovery of a sediment-hosted disseminated gold deposit from 40 drill holes. Intercepts included: Hole CLO4-5 = 85ft/0.011 opt Au and 265ft /0.013 opt Au, Hole CLO4 -16 = 390ft/0.01 opt Au, Hole CLO4-19 = 95ft /0.031 opt Au and 35ft/0.033 opt Au.
- Identified exploration targets include breccia pipes and quartz stockwork with untested soil gold anomaly overlying intrusive host rock.

Additional US Projects



Bull Run Property

- Located in Elko County, Nevada on two large patented claim groups of 500 acres near Jerrett Canyon.
- Historical mining at the Bull Run mine developed 3 to 6 foot wide quartz veins with 0.5 opt (17 gpt) Au before it closed in 1901.
- A large quartz silver-gold vein system has been identified over a mile in length, 40 feet wide, with silver grades from surface samples up to 20 opt (685 gpt) Ag and gold up to 0.15 opt (5.1 gpt) Au
- Exploration could lead to new gold and silver bonanza-grade discoveries but no drilling has been done to date.

Hot Springs Point Property

- Located in Eureka County, Nevada on 160 acres of fee land on the north end of the prolific Cortez Trend. Klondex Mining claims surround the project on three sides.
- The property contains Mafic dikes/sills with gold grades up to 0.10 opt (3.4 gpt). Three shallow holes at the north end of the property intercepted up to 0.03 opt (1 gpt) gold.

Jarbidge Property

- Located in Elko County, Nevada on 8 patented claims along the east end of major gold veins in the Jarbidge mining district
- Veins that have produced over 400,000 ounces of gold strike directly onto the property .
- Gold soil anomalies identified on the property need to be drill tested.

New Polaris - An Advanced Gold Mine Project



Over \$30 million invested since 1990.



1500 ft (450 m) airstrip



**Extensive Database: 1,056
drill holes, 31,514 samples**



Ready For Advancing Towards Feasibility and Production

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](http://www.Sedar.com)

New Polaris – NI 43-101 Resources



MEASURED PLUS INDICATED UNDILUTED RESOURCE						
Cutoff Grade		Mineralized Tonnage		Average Grade		Contained Gold
<u>(g/tonne)</u>	<u>(oz/ton)*</u>	<u>(tonnes)</u>	<u>(tons)</u>	<u>(g/tonne)</u>	<u>(oz/ton)</u>	<u>Au (oz)</u>
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
<u>(g/tonne)</u>	<u>(oz/ton)*</u>	<u>(tonnes)</u>	<u>(tons)</u>	<u>(g/tonne)</u>	<u>(oz/ton)</u>	<u>Au (oz)</u>
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:** 72,000 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)

Windfall Hills Gold Project-Overview



Large Property: 5000 hectares

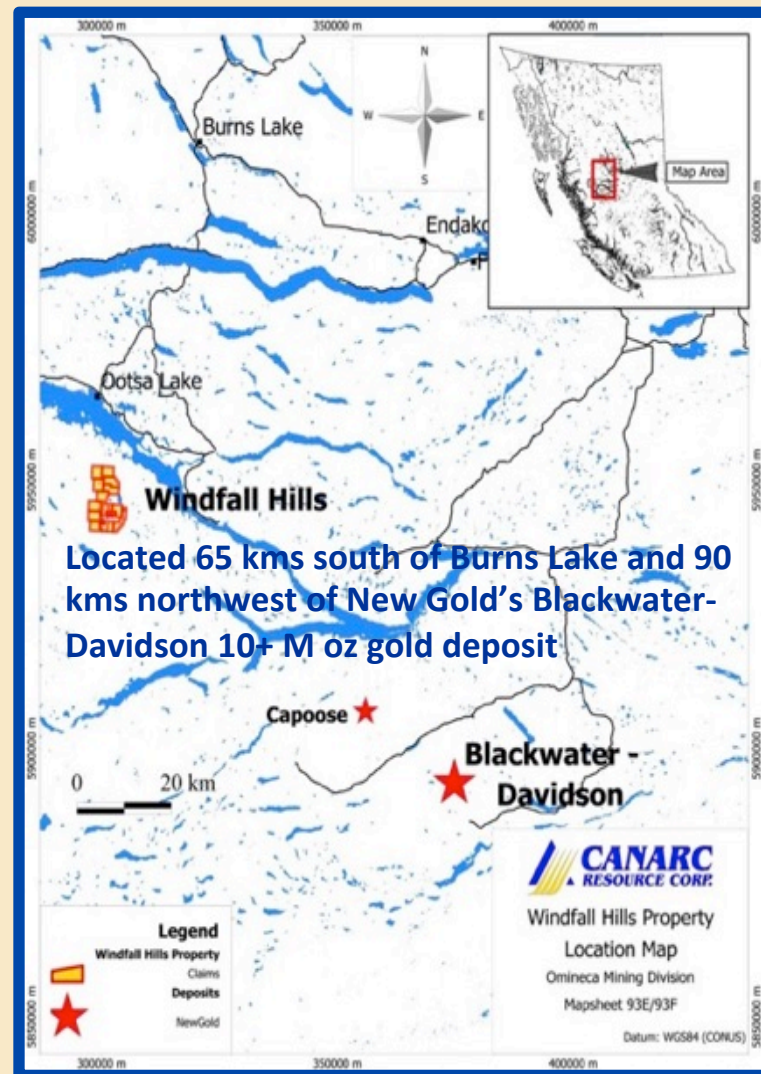
Good Location: 39 miles (65 km) south of Burns Lake, BC by road and 54 miles (90 km) northwest of New Gold's Blackwater 10 million+ ounce discovery

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



Canarc- Relative Valuation Comparison



Company	Market Cap*	Au Res (M oz)	EV Au/oz *
Atac Resources	US \$79M	0.7M	US \$113
Balmoral Res.	US \$67M	0.6M	US \$112
Liberty Gold	US \$62M	0.8M	US \$76
IDM Mining	US \$47M	0.7M	US \$72
Pure Gold	US \$93M	1.8M	US \$52
Gold Quest Mining	US \$73M	2.4M	US \$30
Treasury Metals	US \$46M	1.6M	US \$32
Gold Mining	US \$165M	19.1M	US \$9
Canarc less <u>US\$5M cash</u> (Adj. Mk Cap US\$10M)	US \$15M	2.1M	US \$4.75

* As of Sept 8, 2017

Canarc has an excellent growth potential based on relative valuation

Why Canarc ?



Well Funded With \$7 M 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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