



***Focused on Advancing to Production Mexico's Next
High Grade Gold - Silver - Low Cost Mine***



March 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

Canarc Resource Corp.

- Gold-silver growth oriented company listed on the TSX Main Board under “CCM” and the OTC-BB under “CRCUF”

Targeting Gold and Silver Production

- Core Focus on production from fully permitted El Compas gold-silver mine
- Targeting Approx. 18,000oz Au Eq. Annual production at All In Costs of Approx. \$614/Oz Au Eq. during 2016

Experienced Management & Board

- Senior Management and Board with extensive mine operating experience

Advanced High Grade Gold Exploration

- High grade Gold Project, New Polaris Gold Mine, in NW British Columbia, Canada

Emerging New Gold Discovery

- New Near Surface gold discovery, located in BC, available for joint--venture

Experienced Management

Bradford Cooke, M.Sc., P.Geo. - Chairman and Founder - Professional geologist with 39 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 business development, mergers and acquisitions, corporate finance and investor relations, 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.

Alfonso Canseco, P.Eng. - General Manager Mexico - Professional engineer with more than 38 years of experience in mine management and mining operations based in Mexico

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. - Vice President Finance, and CFO - Professional accountant with over 25 years of experience in corporate management, regulatory reporting, accounting, auditing and taxation.

Canarc - Investor Information

Exchange Listings:	TSX	OTC-BB	FSE
Stock Symbol:	CCM	CRCUF	CAN
Shares Outstanding:	209 million		
Fully Diluted:	243 million		
Trading Range:	\$0.03 to \$0.10		
Current Market Cap:	\$20 million		

1 Year Share Price Performance



El Compas Gold-Silver Overview

- **100% Ownership** - Canarc owns 100% interest in the 2,740 hectare El Compas gold-silver mine project in Zacatecas, Mexico since October 2015.
- **NI 43-101- PEA Complete**- A positive PEA study has been completed in January 2016
- **Fully Permitted** - The project is fully permitted for production including the construction of a flotation and/or leach plant if needed
- **Toll Mill Nearby** - A 500 tpd toll mill lease option has been secured within 20 km of the mine.
- **PEA Complete**- Management will aim to fast track the mine into production during 2016
- **Major Mining District** - Zacatecas is one of the world's largest silver-gold mining districts with past production estimated at more than 750 million oz silver
- **Multiple Gold Veins** - This large property hosts multiple gold-silver veins, with a history of small scale, underground mining from two old mine workings



El Compas History

- El Compas and El Orito veins were first exploited in 1570 by small scale shaft mining.
- 1996-2005 El Compas area was sporadically explored by several exploration companies.
- 2002-2007 El Compas vein was exploited by 1200 metres of ramp mining, 55,000 tonnes of ore were shipped to the Veta Grande Mill averaging 4.7 g/t gold and 87 g/t silver.
- 2005-2006 Minera Hochschild conducted surface exploration including 20 core holes totaling 5,800m and tested the El Compas vein over 1,000m of length to depths of 400m.
- 2007-2010 Oro Silver completed extensive surface exploration of the property including two phases of drilling totaling 11,300 m in 76 core holes over portions of the El Compas and El Orito vein systems.
- 2011 -Resource Model and Technical Report completed by SRK
- 2015 - October Canarc acquired Oro Silver from Marlin Gold
- 2016 - January Resource Model and Positive Preliminary Economic Assessment completed by Mining Plus Consultants

EL Compas NI 43-101 Resource

Mineral Resource Estimate for the El Compas Deposit – January 14, 2016						
Area	Cut-Off	Indicated				Ag Oz
	Au g/t	Tonnes	Au g/t	Ag g/t	Au Oz	
El Compas	2	507,000	6.75	66.7	110,000	1,087,000
El Orito	2	45,000	4.34	60.5	6,000	88,000
Total		552,000	6.55	66.2	116,000	1,175,000
						Inferred
		Tonnes	Au g/t	Ag g/t	Au Oz	Ag Oz
El Compas	2	129,000	3.44	58	14,000	240,000
El Orito	2	292,000	4.51	60.8	42,000	571,000
Total		421,000	4.18	59.9	57,000	812,000

Notes:

CIM Definition Standards were followed for the Mineral Resource estimates.

Mineral Resources are estimated using Vulcan software, and have been reported at a 2 g/t Au cut-off grade.

For the purpose of resource estimation, assays were capped at 75 g/t for Au and 700 g/t for Ag.

A bulk density of 2.6 tonnes/m³ has been applied for volume to tonnes conversion.

Resource categories have been applied to the estimation on the basis of drill-hole density, number of available composites, estimation pass and confidence in the estimation.

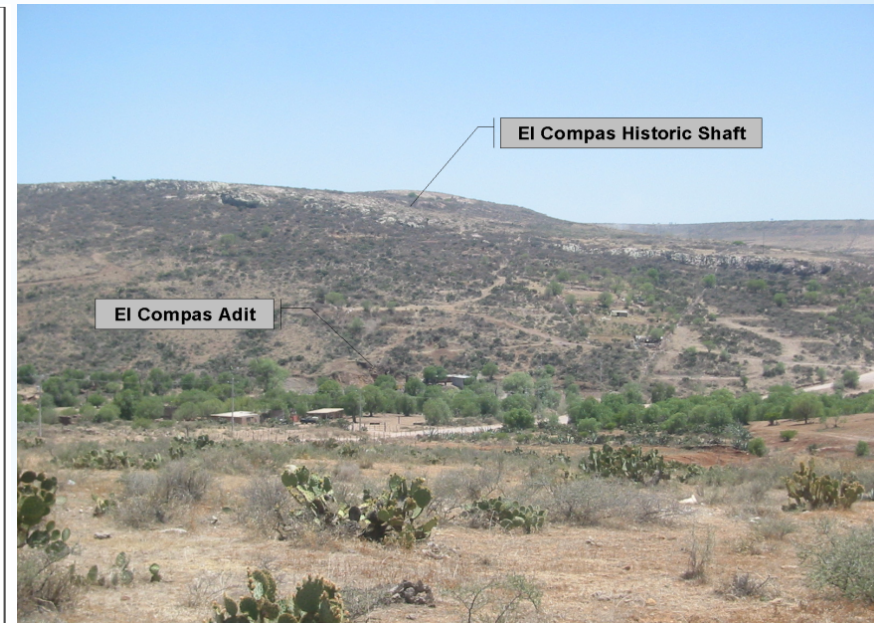
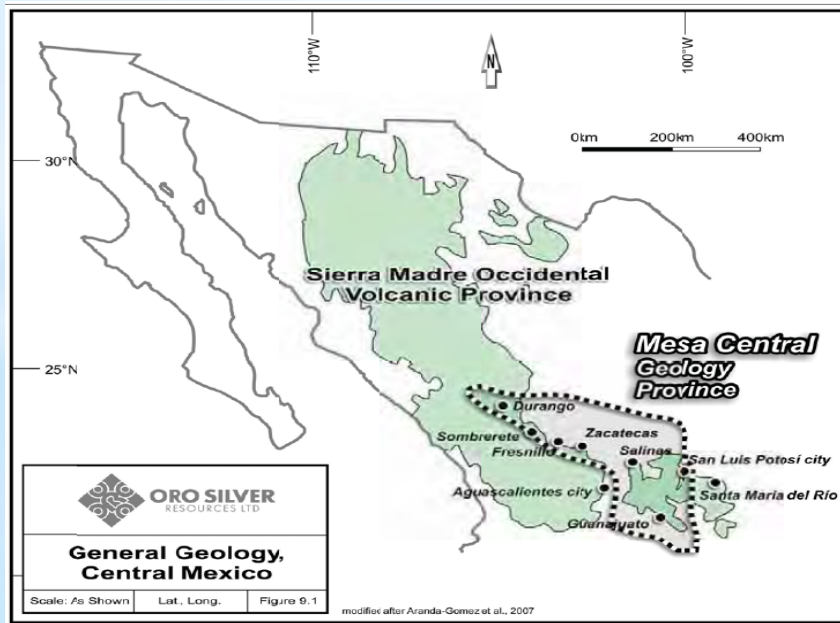
A small amount of the resource has been mined at the top of the El Compas vein and this material has been removed from the resource.

The estimate includes inferred resources that are considered too speculative geologically to have economic considerations applied to them that would enable them to be categorized as mineral reserves. Mineral resources that are not mineral reserves do not have demonstrated economic viability. There is no certainty that the results predicted by this estimate will be realized. The mineral resources estimate could be materially affected by: environmental, geotechnical, permitting, legal, title, taxation, socio-political, marketing or other relevant issues.

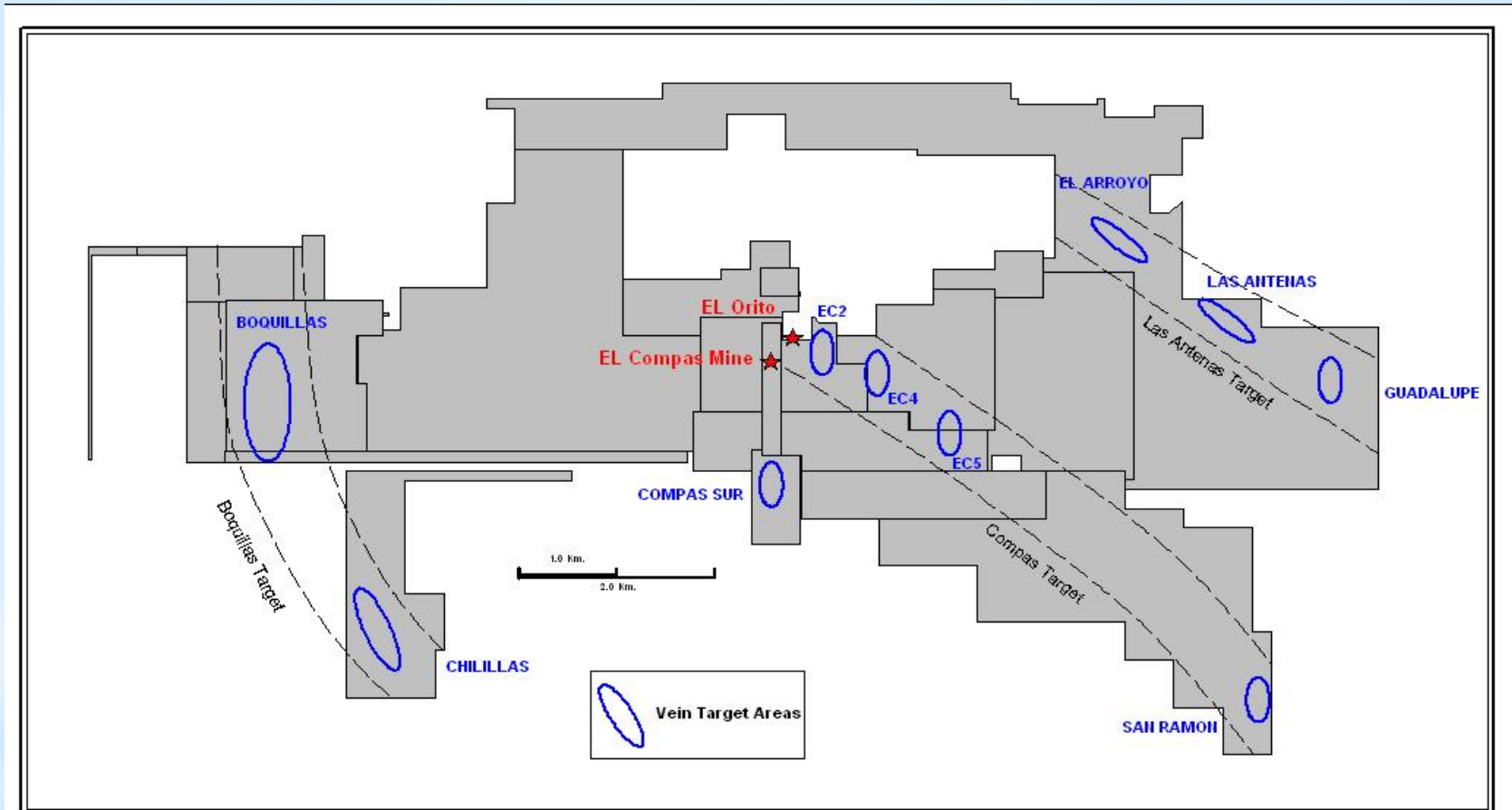


El Compas Deposit Geology

- Gold-rich, low sulphidation, epithermal vein system hosted in favorable Cretaceous Chilitos Formation andesites and sediments.
- Thick quartz-calcite-adularia veins contain disseminated, banded and breccia ore of pyrite-argentite-native gold and silver. El Compas vein width averages 6 m and El Orito vein width averages 3 m.
- High grade mineralization averages >5 g/t AuEq within the historic resource and bonanza zones grade up to 200 g/t AuEq.



El Compas Exploration Targets



- Immediate targets for production are the El Compas Mine and El Orito Vein
- Future prospects for exploration include 10 regional vein targets
- Potential for additional resources

NI 43-101 PEA Highlights

- \$523/Au eq. oz total cash cost and \$614/Au Eq oz total all in sustaining cost
- \$ 48.3 million NPV at 5% discount rate and 102% IRR before taxes and mining duties
- \$32.9 million NPV at 5% discount rate and 84.3% IRR after taxes, tax pools and mining duties
- 7 years mine-life producing 126,000 net payable gold equivalent ounces
- \$7.6 million total pre-production capital expenditures required to sustainable positive cash flow
- 1.8 years after-tax capital pay-back period
- 6 months construction period and 9 months to steady production

Note:

All dollar amounts are expressed in U.S. dollars unless otherwise indicated. The base case uses US\$1100 / Oz Au and US \$14/oz Ag and 18:1 MXN to USD

Commodity Price Sensitivity- Project Metrics

Gold price US\$/Oz	\$900	\$1,000	\$1,100	\$1,200	\$1,300
Pre-Tax NPV 5% US\$M	\$27.6	\$38.0	\$48.3	\$58.7	\$69.0
After-Tax NPV 5% US\$M	\$19.3	\$26.2	\$32.9	\$39.5	\$46.0
Pre-Tax IRR	67.4%	85.4%	102.1%	117.7%	132.4%
After-Tax IRR	56.6%	71.2%	84.3%	96.6%	108.4%

El Compas- PEA Financial Highlights

Summary Economics at US\$1100/oz. Gold & US\$14/oz Silver:

Total LOM Operating Revenue (\$USM)	\$138.5 M
Total LOM Pre-Tax Free Cash Flow (\$USM)	\$59.1 M
NPV 5% Discount Before Tax	\$48.3 M
IRR Before Tax	102%
Total LOM Taxes (\$US)	\$18.8 M
Total LOM After-Tax Free Cash Flow (\$US)	\$40.3 M
NPV 5% Discount After Tax	\$32.9 M
IRR After Tax	84.3 %

Capital Costs Required to Achieve Positive Cash Flow:

Total Mine Capital Infrastructure	\$1.97M
Total Mine Capital Development	\$1.8M
Total Mill Capital Investments	\$3.88M
Total Upfront Capital Costs to Positive Cash Flow	\$7.65M

Life of Mine Sustaining Capital Cost

Total Mine Capital Development	\$3.38M
Total Mill Capital Investments	\$0.5M
Total Sustaining Capital	\$3.88M
Total Life of Mine (Upfront & Sustaining)	\$11.53M

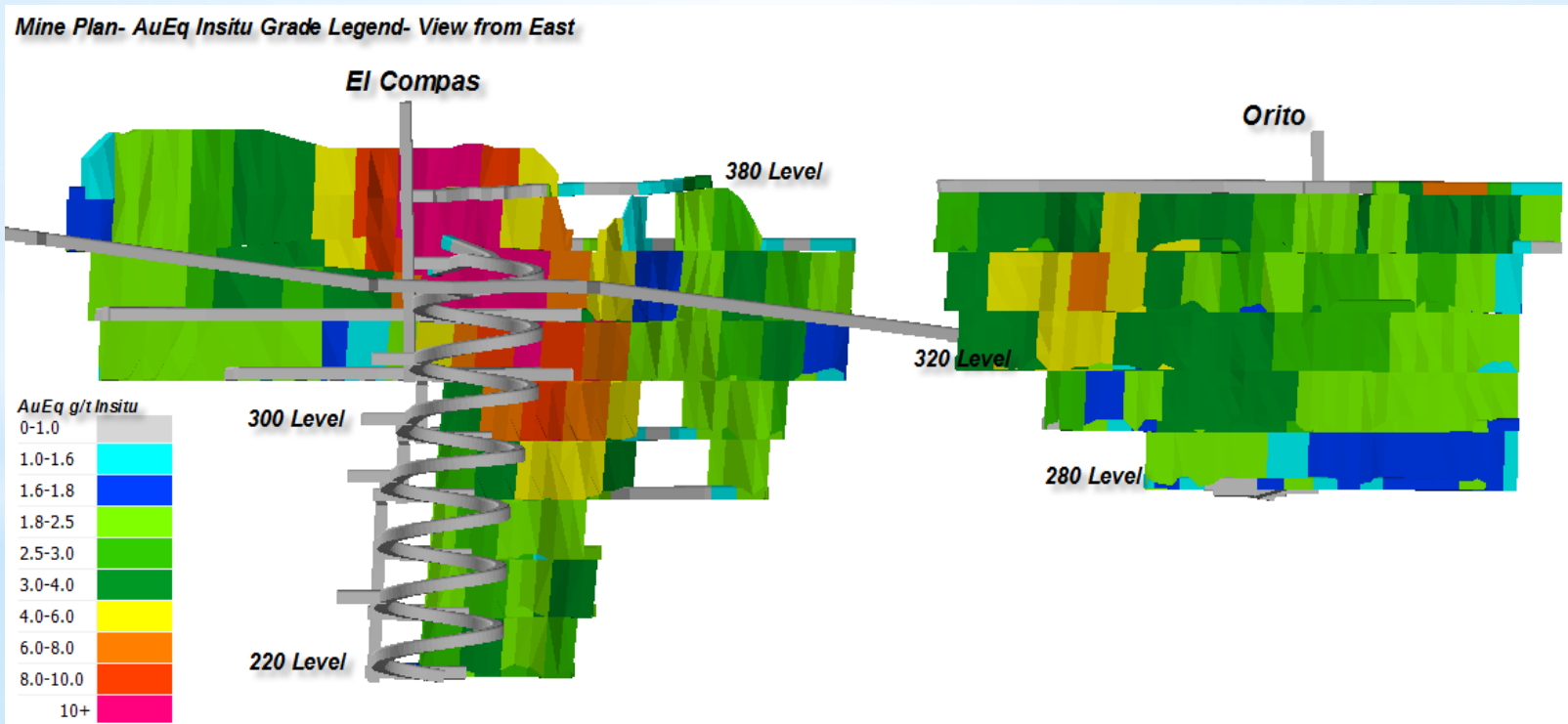
El Compas PEA Highlights -Cont.

Project highlights and key economic outcomes

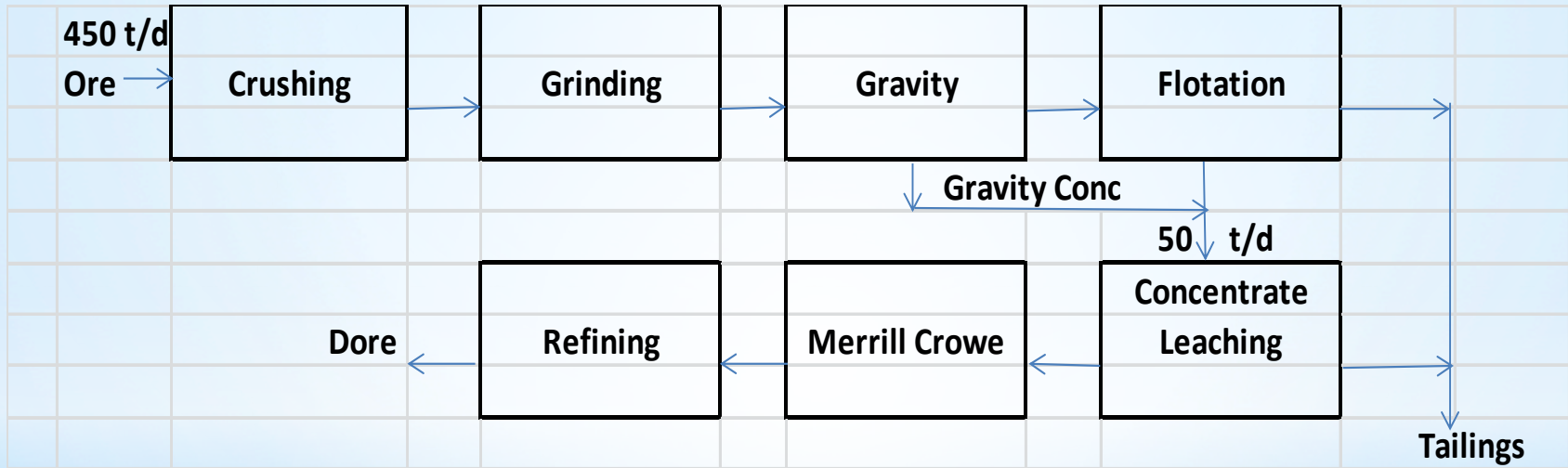
Total Resources Mined (tonnes)	953,051 tonnes
Total Non-Mineralized Material Mined / Waste (Outside the resources)	144,246 tonnes
Mining Production Daily Rate (tpd)	450 tpd
Total Project Operating Period (years)	7.25 years
Average Life of Mine Diluted Grade (g/t AuEq)	4.3 g/t
Average Life of Mine Diluted Grade (g/t Au)	3.92 g/t
Average Life of Mine Diluted Grade (g/t Ag)	46.3 g/t
Total Gold Contained (Oz)	138,295 Au Oz
Total Silver Contained (Oz)	1,634,113 Ag Oz
Gold Recovery (%)	83%
Total Au Payable Produced (Oz)	114,600 Au Oz
Silver Recovery (%)	55%
Total Ag Payable Produced (Oz)	885,900 Ag Oz
Total AuEq Payable Produced (Oz)	126,000 Oz
Total Operating Costs Per Tonne	\$59.98
Cash Cost (\$ per Oz AuEq)	\$523
All In Sustaining Cash (\$ per Oz AuEq)	\$614

El Compas Mine Development

- El Compas will be an underground mine accessed via a 900 meter of ramp to El Compas zone collared in the Banuelo quarry.
- The bulk of the resources are contained within 200 meters of surface. Mining rate is targeted at approx. 450 tpd and will be done using Mexican local contract mining crews and equipment.
- The orebody will be mined using longhole sub level mining method
- Higher grade ore accessible early in mine life



El Compas Process Flow Sheet



El Compas - Metallurgical Test Data

Gravity/Flotation Conditions and Results

Test #	Conditions		Combined Recovery %			Gravity Recovery %			Flotation Recovery %		
	Grind (P ₈₀)	Reagents	Wt	Au	Ag	Wt	Au	Ag	Wt	Au	Ag
FT2	270 mesh	404, PAX, Copper Sulfate	6.9	86.5	67.9	0.1	30.0	5.1	6.8	56.5	62.8
FT7	270 mesh	3477, PAX, Copper Sulfate	16.4	89.0	73.4	0.1	27.3	3.9	16.3	61.8	69.4
FT8	270 mesh	Max Gold, PAX, Copper Sulfate	15.3	86.3	64.9	0.1	24.9	3.6	15.2	61.4	61.3

Flotation Tests F2, F7 and F8 Run with Optimum Flotation Conditions

Flotation Concentrate Cyanide Leach Results

Test #	Recovery %		Residue Grade		Calc Head Grade		NaCN Consumption (kg/mt)	Ca(OH) ₂ Consumption (kg/mt)
	Au	Ag	Au (g/mt)	Ag (g/mt)	Au (g/mt)	Au (g/mt)		
BR1	99.0	89.0	<0.2	24.7	10.50	224.4	6.064	5.750

Zacatecas Government Mill

- Lease Commitment Signed for a 5 year lease with right to a five year extension
- Design Capacity 500 tonnes per day
- Crushing, Grinding, Flotation, Dewatering process in place
- Built in 2013, shut down in October 2014
- Processing Equipment and structures are all in relatively good condition
- Major savings compared to constructing a new plant



Zacatecas Government Plant Key Advantages

- ✓ Major reduction in upfront capital costs required to construct new plant facility
- ✓ Major reduction in permitting time and cost
- ✓ Reduced project financial & permitting risk
- ✓ Low monthly rental cost with payment holiday until start up
- ✓ Full support of the state government to revise permits
- ✓ Government and company objectives aligned to expedite plant lease
- ✓ Recently constructed and permitted tailings storage facility
- ✓ Within 20 Km trucking distance from the El Compas mine
- ✓ Zacatecas government anxious to see the plant resume operations to fulfil obligations to small miners
- ✓ Zacatecas government support will help expedite acquiring other state permits
- ✓ Zacatecas government support will also increase Canarc's exposure to other opportunities in Zacatecas



El Compas Proposed Schedule

- ✓ LOI Signed July 6, 2015
- ✓ Complete Due Diligence – August 2015
- ✓ Complete Acquisition Financing –September 2015
- ✓ Closed Acquisition – October 2015
- ✓ Update Technical Report and Complete PEA – Oct-Jan 2016
- ✓ Make Production Decision & Arrange Project Financing –Jan 2016
- ✓ Project Financing- Jan-Mar 2016
- Begin Mine Development & Mill Modifications – Jun 2016
- Commence Production - Dec 2016

*Timeline subject to Change

New Polaris - An Advanced Gold Mine Project

Over \$30 million invested since 1990, infrastructure includes 30 man winterized camp, surface and underground equipment



1500 ft (450 m) airstrip



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



Ready For Advancing Towards Feasibility and Production

New Polaris - PEA Highlights

NI 43-101 Resource: 1.15 million oz gold grading 0.36 opT (12.3 gpt) fully diluted at a 0.17 opT (6 gpt) cutoff grade, open for expansion (see full resource disclosure in Appendix)

Geological Potential: Over 2-3 million oz gold potential to +1500 meter depths, mineralization is remarkably similar to portions of the Red Lake Camp in Ontario (+25 million oz)

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

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 900 tpd flotation plant, camp and related surface infrastructure
- **Operating Costs:** US\$481 per oz excluding offsite costs (based on 600tpd PEA)



Windfall Hills Property-Overview

Large Property: 5000 hectares

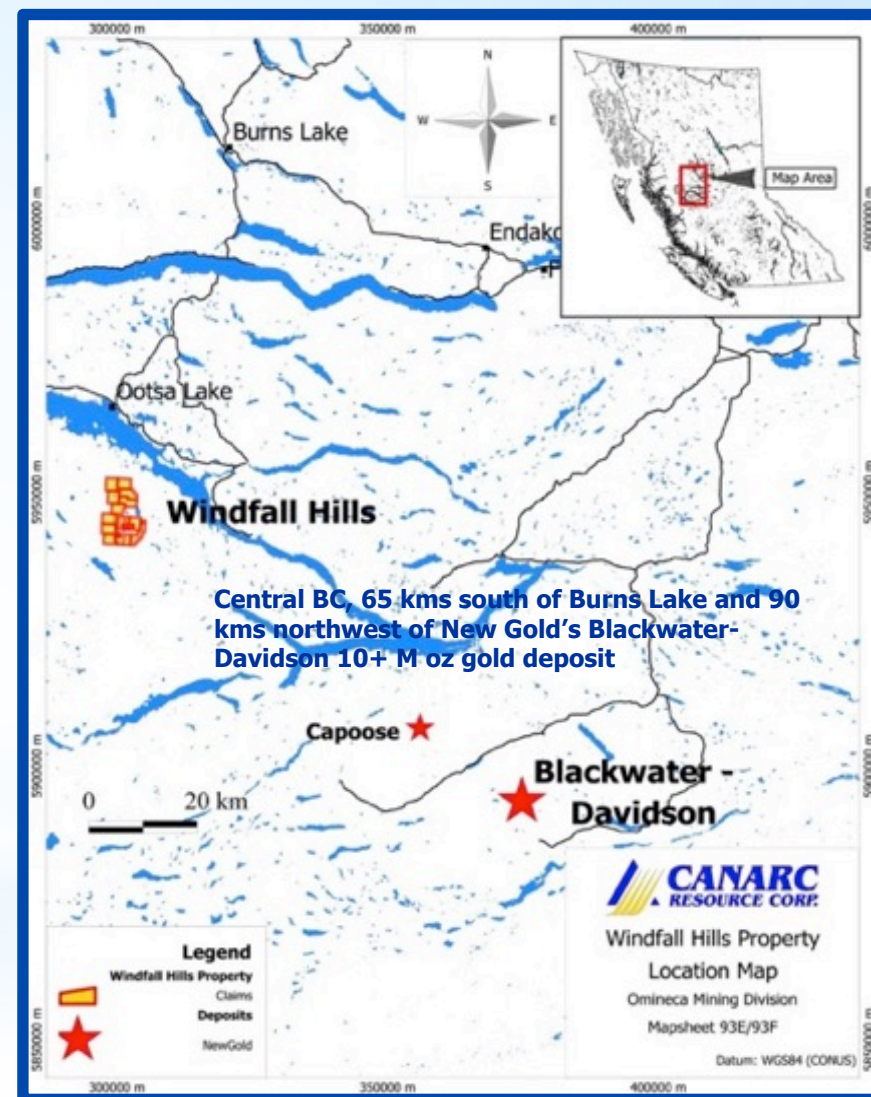
Good Location: 39 miles (65 km) south of Burns Lake, BC by road and 54 miles (90 km) northwest of New Gold's Blackwater 10 million + ounce discovery

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



Contact

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