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ARCAN RESOURCES ANNOUNCES PRICING AND EXPECTED SIZE OF PREVIOUSLY ANNOUNCED PRIVATE PLACEMENT AS WELL AS UPDATED PRODUCTION DETAILS ON THE NEW 12-29 HORIZONTAL WELL AND DRILLING.

CALGARY, Alberta, Canada, March 1, 2010 – Arcan Resources Ltd. (TSXV – "ARN") ("**Arcan**" or the "**Corporation**") announces the proposed pricing and an increase to the expected size of the private placement offering (the "**Offering**") of subscription receipts ("**Subscription Receipts**") announced on February 19, 2010. Arcan and the syndicate of investment dealers led by Haywood Securities Inc. and including Wellington West Capital Markets Inc., Paradigm Capital Inc. and Macquarie Private Wealth Inc. (collectively, the "**Agents**") have agreed that up to 26,000,000 Subscription Receipts will be offered at a price of \$2.50 per Subscription Receipt for aggregate proceeds of up to \$65,000,000. The anticipated offering size was increased from the previously announced range of \$30,000,000 to \$50,000,000 due to the positive response from potential investors. The Subscription Receipts are being issued on a private placement basis pursuant to exemptions from the prospectus requirements of applicable securities laws.

Each Subscription Receipt will entitle the holder to receive, without payment of additional consideration, one common share of Arcan on the exercise or deemed exercise of the Subscription Receipt. Each Subscription Receipt issued pursuant to the Offering will be deemed to be exercised on the later to occur of: (i) a written notice executed by Arcan is delivered to the trust company holding the proceeds of the Offering confirming that all conditions, undertakings and other matters to be satisfied, completed and otherwise met prior to the completion of the Acquisition (as defined below) have been satisfied, completed or otherwise met, other than the payment of the consideration to be paid pursuant to the Acquisition; and (ii) the issuance of a final receipt for a final short form prospectus in each province of Canada where Subscription Receipts have been sold qualifying the distribution of the common shares underlying the Subscription Receipts (the "**Exercise Conditions**"). The gross proceeds from the Offering will be held in escrow with an escrow agent and will not be released to the Corporation until the Exercise Conditions have been met. If the Exercise Conditions have not been satisfied on or before 11:59 p.m. on March 31, 2010, or if the Acquisition is terminated prior to that date, the gross proceeds of the Offering and interest will be returned by the escrow agent to the holders of the Subscription Receipts.

A portion of the net proceeds of the Offering will be used to fund the cash purchase price of approximately \$53.25 million for the acquisition (the "**Acquisition**") of interests in 102 gross (81 net) sections of land with approximately 500 boe per day of existing production in the Swan Hills area of Alberta (the "**Acquired Assets**"), as described in Arcan's press release on February 19, 2010. The Acquisition is expected to close on or about March 31, 2010. Net proceeds beyond the purchase price of the Acquired Assets will be used to fund exploration and development drilling on its properties as part of its 2010 capital program and for general working capital purposes.

Completion of the Offering will be subject to satisfactory due diligence by the Agents and other customary closing conditions including the receipt of all necessary regulatory approvals and the approval of the TSX Venture Exchange. The Offering is expected to close on or about March 24, 2010.

These securities have not been and will not be registered under the United States Securities Act of 1933, as amended, or the securities laws of any state, and may not be offered or sold in the United States unless an exemption from registration is available. This press release does not constitute an offer to sell or the solicitation of an offer to buy these securities in the United States.

Arcan's first multi-stage fracture horizontal well at 12-29-68-8W5 (previously press released on February 19, 2010) continues to produce in excess of 600 barrels per day of 40 API sweet oil. The well was fractured on January 31, 2010 using 10 separately staged acid fracture treatments. Arcan tied in the well into Arcan's operated production facility on February 23, 2010. Subsequent to drilling the well at 12-29-68-8W5, Arcan drilled, cored and logged a vertical well along the reef at 5-34-67-8W5. Based on results, this well will now be sidetracked horizontally and completed utilizing the multi-stage horizontal fracture completion. This well is along the reef over 5 miles away from the 12-29-68-8W5 well. Arcan anticipates it may drill up to 4 (3.2 net) additional Horizontal wells during break-up with completions to follow in May or June, 2010 depending on weather conditions. Arcan anticipates that it may drill up to 9 horizontal wells in 2010. Based on results to date, Arcan anticipates average production of 2,500 to 3,000 boe per day in 2010 and an estimated exit production of 3,500 to 4,000 boe per day.

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Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

BOE Presentation – Production and reserve information is commonly reported in units of barrel of oil equivalent ("boe"). For purposes of computing such units, natural gas is converted to equivalent barrels of oil using a conversion factor of six thousand cubic feet to one barrel of oil. Boe's may be misleading, particularly if used in isolation. A boe conversion ratio of six thousand cubic feet of natural gas to one barrel of oil (i.e., 6 Mcf: 1 bbl) is based on an energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead. Readers should be aware that historical results are not necessarily indicative of future performance.

Advisory Regarding Forward-Looking Information and Statements

This press release contains certain forward-looking information and statements within the meaning of applicable securities laws. The use of any of the words "expect", "anticipate", "continue", "estimate", "guidance", "objective", "ongoing", "may", "will", "project", "should", "believe", "plans", "intends" and similar expressions are intended to identify forward-looking information or statements. In particular, but

without limiting the foregoing this press release contains forward-looking information and statements pertaining to: the anticipated closing of the Acquisition and the Offering, the size of the Offering and the financing method for the Acquisition.

The forward-looking information and statements contained in this press release reflect several material factors and expectations and assumptions of Arcan including, without limitation: the timing of receipt of regulatory approvals, including the TSX Venture Exchange and third party consents, the satisfaction of other conditions to the completion of the Acquisition and the Offering, satisfactory marketing for the Offering and that Arcan will be able to increase its banking facilities on acceptable terms. Arcan believes the material factors, expectations and assumptions reflected in the forward-looking information and statements are reasonable at this time but no assurance can be given that these factors, expectations and assumptions will prove to be correct. The forward-looking information and statements included in this press release are not guarantees of future performance and should not be unduly relied upon. Such information and statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking information or statements including, without limitation, the failure to: obtain necessary regulatory approvals or satisfy the conditions to closing the Acquisition and the Offering, successfully market the Offering, and obtain increased banking facilities on acceptable terms.

The forward-looking information and statements contained in this press release speak only as of the date of this press release, and Arcan does not assume any obligation to publicly update or revise them to reflect new events or circumstances, except as may be required pursuant to applicable laws.