

This is the form of a material change report required under Section 85(1) of the *Securities Act* and Section 151 of the *Securities Rules*.

BC FORM 53-901F

Securities Act

MATERIAL CHANGE REPORT UNDER SECTION 85(1) OF THE ACT

Item 1. Reporting Issuer

Playfair Mining Ltd.
520 - 470 Granville Street
Vancouver, B.C. V6C 1V5

Item 2. Date of Material Change

January 22, 2002

Item 3. Press Release

News Release dated January 22, 2002 was disseminated by Stockwatch and Market News.

Item 4. Summary of Material Change

Playfair Mining Ltd. has contracted the Consejo de Recursos Minerales to carry out an airborne magnetic survey over **Playfair's** 100% owned San Miguel project in North Central Mexico. The Consejo expects to complete the survey by the end of January. **Playfair** will use the survey results to assist in defining drill targets within the extensive E-1 soil geochemical anomalies at San Miguel

Item 5. Full Description of Material Change

. **Playfair Mining Ltd.** has contracted the Consejo de Recursos Minerales to carry out an airborne magnetic survey over **Playfair's** 100% owned San Miguel project in North Central Mexico. The Consejo expects to complete the survey by the end of January. **Playfair** will use the survey results to assist in defining drill targets within the extensive E-1 soil geochemical anomalies at San Miguel.

Playfair's airborne magnetic survey is being carried out to define the limits of the intrusive rocks, the strike of the limestones and to locate structures such as faults and folds, prior to the next drilling campaign.

Much of the ore at the nearby Charcas deposit occurs at the contact between hydrothermally altered limestones and intrusive. **Playfair's** shallow reverse circulation drilling in late 2001 successfully identified both hydrothermally altered limestones and intrusives as the underlying rock types at the E-1 North anomaly.

Playfair's regional exploration of 1.2 million hectares (4,600 square miles) located the San Miguel E-1 anomalies as outstanding soil geochemical anomalies in an alluvial valley adjacent to the Charcas District, one of Mexico's largest underground mines.

Playfair is searching for new Carbonate Replacement Deposit Districts in previously underexplored, overburden filled valleys near large deposits which have been mined for centuries. It is these deposits which established Mexico as the world's premier silver producer.

Item 6. Reliance on Section 85(2) of the Act

If the report is being filed on a confidential basis in reliance on Section 85(2) of the Act, state the reasons for such reliance.

N/A

Item 7. Omitted Information

N/A

Item 8. Senior Officers

Kathleen Mitchell
Chief Financial Officer and Secretary

Telephone: 687-7178

Item 9. Statement of Senior Officer

The foregoing accurately discloses the material change referred to herein.

DATED at Vancouver, British Columbia this 22nd day of January 22, 2002

KERMODE RESOURCES LTD.

Per: "Kathleen Mitchell"

Kathleen Mitchell

Chief Financial Officer and Secretary