FORM 25 (Saskatchewan)
FORM 26 (Newfoundland)
FORM 27 (British Columbia, Alberta, Ontario, Quebec and Nova Scotia)

Material Change Report Pursuant to

Subsection 67(2) of the *Securities Act*, S.B.C. 1985 c.83
Subsection 118(1) of the *Securities Act*, R.S.A. 1981 c.S-6.1
Clause 84(1)(b) of *The Securities Act, 1988*, S.S. 1988 c. S-42.2
Subsection 75(2) of the *Securities Act*, R.S.O. 1990 c. S-5
Subsection 73 of the *Securities Act*, R.S.Q. c. V-1 - 1.1
Subsection 81(2) of the *Securities Act*, R.S.N.S. 1989 c. 418
Subsection 76(2) of the *Securities Act, 1990* S. Nfld. c. 48

Item 1 - Reporting Issuer

Lateral Vector Resources Inc.
Suite 120, 1230 Blackfoot Drive
Regina, Saskatchewan
S4S 7G4

Item 2 - Date of Material Change

October 6, 2000

Item 3 - Press Release

The English version of the press release attached hereto as Schedule “A” was distributed through the Canadian Disclosure Network of Canada Newswire Ltd. on October 6, 2000.

Item 4 - Summary of Material Change

Lateral Vector Resources Inc. (“LVR”) announces that negotiations between LVR and a third party, as announced on June 21, 2000, have terminated after the parties failed to resolve outstanding issues related to LVR’s Ukraine project.

Item 5 - Full Description of Material Change

LVR announces that negotiations between LVR and a publicly traded oil and gas company, as announced on June 21, 2000, wherein such company would earn 80% of LVR’s 48% direct and indirect interest in the Bugruvativske Field in the Ukraine for the sum of US $6.4 million, have terminated after the parties failed to resolve outstanding issues related to LVR’s Ukraine project.

LVR continues to be in discussions in no negotiations with other third parties, with a view to obtaining the requisite project funding by December 31, 2000.

Item 6 - Reliance on subsection 84(2) (SK), subsection 67(2) (BC), subsection 118(4) (AB), subsection 75(3) (ON), section 74 (PQ), subsection 81(3) (NS) and subsection 76(3) (NF):

Not applicable.

Item 7 - Omitted Information

Not applicable.

Item 8 - Senior Officer

The senior officer of Lateral Vector Resources Inc. who is knowledgeable about the proposed transaction and who the Commission may contact in respect of it is:

Wayne Goranson
President and Chief Executive Officer
Lateral Vector Resources Inc.
Suite 120, 1230 Blackfoot Drive
Regina, Saskatchewan
S4S 7G4
Telephone: (306) 569-1700

Item 9 - Statement of Senior Officer

The foregoing accurately discloses the material change referred to herein.

DATED at Regina, Saskatchewan, the 19th day of January, 2001.

"Wayne Goranson"
Wayne Goranson,
President and Chief Executive Officer

Schedule A

LVR
Lateral Vector Resources

NEWS RELEASE

October 6, 2000

LATERAL VECTOR RESOURCES INC. ANNOUNCES TERMINATION OF NEGOTIATIONS

LVR announces that negotiations between LVR and a third party, as announced on June 21, 2000, have terminated after the parties failed to resolve outstanding issues related to LVR's Ukraine project. LVR continues to be in discussions and negotiations with other third parties, with a view to obtaining the requisite project funding by December 31, 2000.

LVR is a Canadian resource company with its head office in Regina, Saskatchewan. LVR specializes in international oil projects and is listed on The Toronto Stock Exchange under the symbol LVR.

The TSE has neither approved nor disapproved of the information contained herein.

For further information: LVR, Wayne Goranson, President and Chief Executive Officer, (306) 569-1700 or Bruce Ryan, Chief Financial Officer & Secretary (306) 569-1700.