

Form 51-102F3
Material Change Report

PART 1 CONTENT OF MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

McChip Resources Inc.
Suite 1016
120 Adelaide Street West
Toronto, Ontario
M5H 1T1

Item 2 Date of Material Change

December 22, 2005

Item 3 News Release

A press release was issued by CCN Matthews on December 23, 2005 in Toronto.

Item 4 Summary of Material Change

The Company announced that it increased its equity ownership in Baffinland Iron Mines Corporation ("Baffinland") from 9% to approximately 11% of the issued and outstanding shares of Baffinland.

Item 5 Full Description of Material Change

The Company announced that it increased its equity ownership in Baffinland from 9% to approximately 11% of the issued and outstanding shares of Baffinland. Baffinland is a mineral exploration and development company with its sole focus being the advancement of its wholly owned Mary River project, located in Nunavut Territory, Canada.

Item 6 Reliance on subsection 7.1(2) or (3) of National Instrument 51-102

Not Applicable.

Item 7 Omitted Information

Not Applicable.

Item 8 Executive Officer

Further information regarding the matters described in this report may be obtained from E.G. Dumond, Secretary-Treasurer of the Company, who is knowledgeable about the details of the material change and may be contacted at (416) 416 364-2173

Item 9 Date of Report

January 3, 2006