MATERIAL CHANGE REPORT

Under Section 85(1) of the Securities Act (British Columbia)
Under Section 118(1) of the Securities Act (Alberta)

Item 1. <u>Reporting Issuer</u>

The full name of the Issuer is Global Light Telecommunications Inc. whose principal office is located at 530 – 999 West Hastings Street, Vancouver, British Columbia, V6C 2W2.

Item 2. <u>Date of Material Change</u>

The effective date of the material change herein reported is August 29, 2001.

Item 3. <u>Press Release</u>

The press release pertaining to the material change herein reported was issued on August 30, 2001, at Vancouver, British Columbia.

Item 4. <u>Summary of Material Change</u>

The Issuer has announced its financial results for the six months ended June 30, 2001 including a partial repayment by Bestel, S.A. de C.V. of its outstanding note payable and the Issuer's consolidated assets and consolidated revenue for such period.

Item 5. <u>Full Description of Material Change</u>

The Issuer has announced its financial results for the six months ended June 30, 2001.

Total consolidated assets stood at US$381 million as of June 30, 2001 (US$322 million as of December 31, 2000). With the substantial additions made to the ARCOS-1 network during the quarter as a result of the ongoing construction and development of that network, the Issuer's capital assets increased from US$213 million at December 31, 2000 and from US$238.4 million at March 31, 2001 to US$286 million at June 30, 2001.

Consolidated revenue for the quarter ended June 30, 2001 was US$9.8 million and for the six months ended June 30, 2001 was US$17.9 million. Consolidated net loss for the quarter ended June 30, 2001 was US$12.5 million and for the six months ended June 30, 2001 was US$19.2 million. Comparative operating results for 2000 (consolidated revenue of US$45.9 million and a consolidated net loss of US$29.9 million for the six month period ended June 30, 2000) include the results from certain indirect interests in international wholesale carrier and network operations in North America and Europe which the Issuer held during 2000 but are not included in the Issuer's results for 2001. With the elimination of these operations for 2001 consolidated expenses for the quarter ended June 30, 2001 declined to US$22.2 million from US$54.3 million for the same period in 2000 and to US$37.1 million for the six month period ended June 30, 2001 from US$98.4 million for the same period in 2000.

Loss per share for the six month period ended June 30, 2001 improved to US$(0.62) per share from US$(1.08) per share in 2000. Loss per share for the quarter ended June 30, 2001 also improved to US$(0.40) per share compared to US$(0.66) per share for the same period in 2000.

Subsequent to the end of the quarter Bestel repaid 51% of its outstanding note payable and the Issuer re-acquired the remaining balance under certain junior participation rights. The maturity date for the note has been extended to September 15, 2001.

The Issuer's emphasis in 2001 has been to focus on the continued development of Bestel, S.A. de C.V. and New World Network Holdings, Ltd. The operations of both companies are located in the emerging and developing markets of Latin America and the Caribbean and both companies provide next generation broadband network services not only within these markets but also provide direct connectivity between these markets and the United States.

For a full description of the material change, please see the press release attached hereto as Schedule "A".

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

Not applicable.

Item 7. Omitted Information

No significant facts have been omitted from this report.

Item 8. Senior Officers

Donald D. MacFayden, Chief Financial Officer is the officer of the Issuer who is knowledgeable about the details of this material change report. Mr. MacFayden may be contacted by telephone at:

(604) 688-0553

Item 9. Statement of Senior Officer

The foregoing accurately discloses the material change referred to herein.

DATED at Vancouver, British Columbia this 30th day of August, 2001.

"Donald D. MacFayden"
Donald D. MacFayden
Chief Financial Officer

(GBT:AMEX) *August 30, 2001*

GLOBAL LIGHT FINANCIAL RESULTS FOR THE SIX MONTHS ENDED JUNE 30, 2001

(Vancouver, B.C., August 30, 2001) **Global Light Telecommunications Inc**. is pleased to announce its financial results for the six months ended June 30, 2001.

Total consolidated assets stood at US$381 million as of June 30, 2001 (US$322 million as of December 31, 2000). With the substantial additions made to the ARCOS-1 network during the quarter as a result of the ongoing construction and development of that network, Global's capital assets increased from US$213 million at December 31, 2000 and from US$238.4 million at March 31, 2001 to US$286 million at June 30, 2001.

Consolidated revenue for the quarter ended June 30, 2001 was US$9.8 million and for the six months ended June 30, 2001 was US$17.9 million. Consolidated net loss for the quarter ended June 30, 2001 was US$12.5 million and for the six months ended June 30, 2001 was US$19.2 million. Comparative operating results for 2000 (consolidated revenue of US$45.9 million and a consolidated net loss of US$29.9 million for the six month period ended June 30, 2000) include the results from certain indirect interests in international wholesale carrier and network operations in North America and Europe which Global held during 2000 but are not included in Global's results for 2001. With the elimination of these operations for 2001 consolidated expenses for the quarter ended June 30, 2001 declined to US$22.2 million from US$54.3 million for the same period in 2000 and to US$37.1 million for the six month period ended June 30, 2001 from US$98.4 million for the same period in 2000.

Loss per share for the six month period ended June 30, 2001 improved to US$(0.62) per share from US$(1.08) per share in 2000. Loss per share for the quarter ended June 30, 2001 also improved to US$(0.40) per share compared to US$(0.66) per share for the same period in 2000.

Subsequent to the end of the quarter Bestel repaid 51% of its outstanding note payable and Global re-acquired the remaining balance under certain junior participation rights. The maturity date for the note has been extended to September 15, 2001.

Global's emphasis in 2001 has been to focus on the continued development of **Bestel, S.A. de C.V**. and **New World Network Holdings, Ltd**. The operations of both companies are located in the emerging and developing markets of Latin America and the Caribbean and both companies provide next generation broadband network services not only within these markets but also provide direct connectivity between these markets and the United States.

> **Bestel**, a facilities based telecommunications company based in Mexico, reported a 96% increase in revenue for the second quarter to US$20.4 million compared to revenue of US$10.4 million for the same period in 2000 and a 16% increase in revenue from the first quarter of 2001. EBITDA margin in the second quarter was 12%. Bestel's revenue for the six month period ended June 30, 2001 was US$38.1 million.
>
> **New World Network** is the owner of an 86.4% interest in ARCOS-1, a fiber optic network currently under construction in the Caribbean basin. Construction of the network is progressing on schedule and on budget. Construction has now been completed between the United States and Puerto Rico, the Bahamas, Turks & Caicos, and the Dominican Republic, from Curacao to Venezuela, and from Colombia to Panama and Costa Rica. Construction is ongoing and is expected to be completed before the end of the year. Phase I (United States to Puerto Rico) is now operational.

Global also holds an approximate 45% interest in **NeTrue Communications Inc**., which designs, develops, and markets a full range of software services for the provision of IP-based communications. NeTrue has continued to enjoy exceptional interest in its VSAT based IP products and is developing a significant order book for these products. NeTrue has also recently launched its International Voice-over-IP (VoIP) Clearinghouse product to support traffic exchange between service providers operating VoIP networks based on Cisco voice gateways.

About Global Light

Global Light Telecommunications Inc. (AMEX: GBT) develops telecommunications projects, providing management, financial and business planning and administration, communication, technical and other services as required for operations in Latin America, North America, Europe and Asia. Principal development projects in which Global Light participates include: Bestel, S.A de C.V., a Mexican facilities based provider of telecommunications and data services; NeTrue Communications Inc. which develops, manufactures and sells IP telephony technology solutions to worldwide communications providers; and New World Network Holdings, Ltd. which holds an approximate 86% interest in ARCOS-1 (Americas Region Caribbean Ring System) which is constructing a state-of-the-art submarine broadband fiber optic network through the Caribbean.

For further information contact:

Robert Blankstein	Donald MacFayden
Investor Relations	Chief Financial Officer
1-888-234-4423	604-688-0553
rblankstein@gbttelecom.com	dmacfayden@gbttelecom.com

No stock exchange has reviewed or approved the contents of this press release. The Canadian Venture Exchange Inc. does not accept responsibility for the accuracy or adequacy of this press release.

This press release contains statements that constitute "forward-looking statements" within the meaning of Section 21E of the Securities Exchange Act of 1934. Such forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause our actual results, performance or achievements, or developments in our industry, to differ materially from the anticipated results, performance or achievements expressed or implied by such forward-looking statements. Forward-looking statements in this release include statements regarding Bestel's network and its ongoing operating results, statements regarding the construction and development of the ARCOS-1 network and the ongoing development of NeTrue's market opportunities and operating performance. Factors that could cause actual results to differ materially from anticipated results include risks and uncertainties such as uncertainties related to the telecommunications industry, risks related to delays in construction and installation of additional routes and capacity on the networks of our subsidiaries and joint ventures, risks related to increased construction costs and costs related to the development of the business and marketing operations of our subsidiaries and joint ventures, demand for fiber optic, IP and other telecommunications services, fluctuating results related to economic risks, risks related to the political and economic environment in countries in which our subsidiaries and joint ventures operate and other risks more specifically detailed in Global Light's reports and filings filed with the Securities and Exchange Commission. Global Light disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

GLOBAL LIGHT TELECOMMUNICATIONS INC.

CONSOLIDATED BALANCE SHEETS

(Expressed in thousands of United States Dollars)

(Prepared in accordance with Canadian GAAP)

JUNE 30, 2001 and DECEMBER 31, 2000

	2001 (unaudited)	2000 (audited)
ASSETS		
Current assets	$ 84,425	$ 89,121
Due from Bestel, S.A. de C.V.	–	13,582
Capital assets	285,997	213,112
Other assets	10,499	6,661
	$ 380,921	$ 322,476
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities	$ 93,156	$ 74,757
Long-term debt	211,232	160,642
Convertible debentures	32,234	29,980
Shareholders' equity:		
Share capital	155,124	148,306
Convertible debentures	7,244	7,875
Contributed and other surplus and deficit	(118,069)	(99,084)
	44,299	57,097
	$ 380,921	$ 322,476

CONSOLIDATED STATEMENTS OF OPERATIONS

(Expressed in thousands of United States Dollars, except per share amounts)

(Prepared in accordance with Canadian GAAP)

(Unaudited)

	Three months ended June 30, 2001	Three months ended June 30, 2000	Six months ended June 30, 2001	Six months ended June 30, 2000
REVENUES	$ 9,834	$ 24,328	$ 17,904	$ 45,934
EXPENSES (RECOVERIES):				
Amortization	2,646	4,833	5,212	9,972
Direct cost of revenues	4,413	21,310	7,233	39,288
Development, selling, administrative and other	7,338	14,252	14,397	28,136
Interest expense on long-term debt and convertible debentures	6,916	8,549	12,882	14,814
Reduction of negative carrying value of investments	–	–	(4,537)	–
Equity interest in net loss of investments	980	5,337	1,927	6,183
	22,293	54,281	37,114	98,393
Loss before non-controlling interest	(12,459)	(29,953)	(19,210)	(52,459)
Non-controlling interest	–	10,639	–	22,595
Net loss	$ (12,459)	$ (19,314)	$ (19,210)	$ (29,864)
Loss per share	$ (0.40)	$ (0.66)	$ (0.62)	$ (1.08)

This financial information has been prepared utilizing Generally Accepted Accounting Principles applicable in Canada. This information should be read in conjunction with notes to financial statements and other notes otherwise available in current and previous filings by the Company.