

FORM 51-102F3
Material Change Report

Item 1 Name and Address of Company

Calian Technologies Ltd. ("Calian")
2 Beaverbrook Road
Ottawa, ON K2K 1L1

Item 2 Date of Material Change

July 19, 2005

Item 3 News Release

Press Release of Calian issued July 19, 2005 and attached as Exhibit "A" to this report.

Item 4 Summary of Material Change

On July 19, 2005 Calian announced that Med-Emerg International Inc. had applied to the Federal Court of Appeal of Canada, seeking to set aside the June 15, 2005 decision of the Canadian International Trade Tribunal.

Item 5 Full Description of Material Change

On July 19, 2005 Calian announced that Med-Emerg International Inc. had applied to the Federal Court of Appeal for judicial review to set aside the June 15, 2005 decision of the Canadian International Trade Tribunal (the "CITT") in the complaint brought by Med-Emerg relating to the procurement by the Department of Public Works and Government Services of the Government of Canada ("Public Works") on behalf of the Department of National Defence of the Government of Canada for the provision and management of a workforce of qualified health service providers. On June 15, 2005, the CITT issued its determination and reasons in this matter concluding the Calian met the mandatory criteria of Public Works' request for proposal and declined to award any remedy to Med-Emerg. Please refer to Calian's press release dated July 19, 2005 attached at Exhibit "A" to this report for further details.

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

Jacqueline Gauthier, Calian's Chief Financial Officer, is knowledgeable about the material change and this report. Her business telephone number is (613) 599-8600.

Item 9 Date of Report

August 4, 2005.

EXHIBIT "A"
TO MATERIAL CHANGE REPORT

MED-EMERG APPEALS CITT RULING RELATING TO THE DND CONTRACT FOR HEALTH SERVICES PROVIDERS

Kanata, Ontario July 19, 2005 - Calian Technologies Ltd. ([TSX: CTY](#)) announced today that Med-Emerg International Inc. has applied to the Federal Court of Appeal seeking to set aside the decision of the Canadian International Trade Tribunal (CITT), dated June 15, 2005, by seeking a judicial review of that decision. Med-Emerg had initiated a complaint to the CITT after Calian was awarded the contract for the provision and management of a workforce of qualified health service providers for the Department of National Defence.

In the Judicial Review Application, Med-Emerg is requesting an order to compensate Med-Emerg for losses incurred as a result of alleged irregular procurement by the Department of Public Works and Government Services Canada or, in the alternative, an order directing the CITT to reconsider its decision.

It is expected that the Court filings associated with the Judicial Review process will take several months to complete before the case is scheduled to be heard in the Federal Court of Appeal.

About Calian:

Calian sells technology services to industry and government in Canada and around the world. Calian provides customers with ready access to an exceptional team of engineers, telecommunications and technology professionals, health care professionals and other highly qualified staff. The Business and Technology Services Division augments customer workforces with flexible short and long-term placements, recruitment and outsourcing of engineering, health care professionals and other skilled professionals. The Systems Engineering Division plans, designs and implements solutions for many of the world's space agencies and leading communications satellite manufacturers and operators, as well as providing contract manufacturing services for customers in North America.

For further information, please contact us at ir@calian.com or phone us at (613) 599-8600

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generally accompanied by words such as "intend", "anticipate", "believe", "estimate", "expect" or similar statements. Factors which could cause results or events to differ from current expectations include, among other things: the impact of price competition; scarce number of qualified professionals; the impact of rapid technological and market change; loss of business or credit risk with major customers; technical risks on firm fixed price projects; general industry and market conditions and growth rates; international growth and global economic conditions, and including currency exchange rate fluctuations; and the impact of consolidations in the business services industry. For additional information with respect to certain of these and other factors, please see the Company's most recent annual report and other reports filed by Calian with the Ontario Securities Commission. Calian disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. No assurance can be given that actual results, performance or achievement expressed in, or implied by, forward-looking statements within this disclosure will occur, or if they do, that any benefits may be derived from them.

Information posted on this website was accurate at the time of posting, but may be superseded by subsequent information.

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