Form 51-102F3
MATERIAL CHANGE REPORT

Section 7.1 of National Instrument 51-102
Continuous Disclosure Obligations

1. Name and Address of Company

State the full name or your company and the address of its principal office in Canada.

Great Southern Enterprises Corp.
Suite 202 – 837 West Hastings Street
Vancouver, BC V6C 3N6

2. Date of Material Changes

State the date of the material change: October 4, 2007

3. News Release

The news release dated October 4, 2007 was filed with the TSX Venture Exchange and the British Columbia and Alberta Securities Commissions via SEDAR and disseminated through Canada Stockwatch, and Market News Publishing.

4. Summary of Material Change

Great Southern Enterprises Corp. (the "Company") announces that the Company has engaged Mr. David Mitchell at Miller Thomson LLP to file a vigorous defence against the Statement of Claim filed on September 28, 2007 by a BC numbered company which seeks judgment against the Company in the amount of US$250,000 plus accrued interest at 15% per annum from September 26, 2000 and cost.

5. Full Description of Material Change

See attached news release.

6. Reliance on Section 7.1(2) or (3) of National Instrument 51-102

Not applicable.

7. Omitted Information

Not applicable.

8. Executive Officer

Give the name and business telephone number of an executive officer of your company who is knowledgeable about the material change and the Report, or the name of an officer through whom such executive officer may be contacted.

Gerald Salberg, President
Tel: 604/684-6264

9. Date of Report

October 4, 2007.

GREAT SOUTHERN ENTERPRISES CORP.

#408 – 837 WEST HASTINGS STREET
VANCOUVER, BC V6C 3N6
TELEPHONE: (604) 684-6264

October 4, 2007

Trading Symbol: TSX-V **GSR**

NEWS RELEASE

Great Southern Enterprises Corp. (the "Company") announces that the Company has engaged Mr. David Mitchell at Miller Thomson LLP to file a vigorous defence against the Statement of Claim filed on September 28, 2007 by a BC numbered company which seeks judgment against the Company in the amount of US$250,000 plus accrued interest at 15% per annum from September 26, 2000 and cost.

The Company takes issue with all matters raised in the Statement of Claim and considers the Writ and Statement of Claim without merit.

ON BEHALF OF THE BOARD OF DIRECTORS

"Gerald Salberg"

Gerald Salberg,
President and Director

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this press release.