

FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. Name and Address of Company

BALMORAL RESOURCES LTD. (the "Issuer")
1750-700 West Pender Street
Vancouver, BC
V6C 1G8

Item 2. Date of Material Change

October 4, 2018

Item 3. News Release

The date of the news release issued pursuant to section 7.1 of National Instrument 51-102 with respect to the material change disclosed in this report is dated October 4, 2018. The news release was issued in Vancouver, British Columbia through GlobeNewswire and filed via SEDAR.

Item 4. Summary of Material Change

The Issuer announced that drilling on the Grasset and adjacent Fenelon properties commenced during the last week of September. The Issuer has expanded the Grasset portion of the summer-fall drilling program which will increase the planned program to over 11,000 metres in total.

Item 5. Full Description of Material Change

See News Release dated October 4, 2018.

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

Not applicable.

Item 7. Omitted Information

No information has been omitted on the basis that it is confidential.

Item 8. Executive Officer

The following Executive officer of the Issuer is knowledgeable about the material change disclosed in this report. Darin Wagner, President & CEO; Business Telephone No.: (604) 638-3664.

Item 9. Date of Report

October 9, 2018