FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. **Name and Address of Company**

Aurcana Corporation (the "Company")
Suite 1750-1188 West Georgia Street
Vancouver, BC V6E 4A2

Item 2. **Date of Material Change**

August 20, 2010

Item 3. **News Release**

The news release was disseminated on August 23, 2010 through Marketwire and filed on SEDAR.

Item 4. **Summary of Material Change**

The Company announced that it has completed a credit facility agreement.

Item 5. **Full Description of Material Change**

The Company has completed the transactions contemplated by a credit facility agreement entered it by the Company, Minera La Negra S.A. ("Minera La Negra"), a subsidiary of the Company, and Trafigura Beheer B.V. ("Trafigura") with respect to the copper and zinc purchase contracts entered into by Minera La Negra and Trafigura and its wholly owned subsidiary, Consorcio Minero de Mexico Cormin Mex S.A. de C.V. (collectively, the "Purchase Contracts"). The copper purchase contract terms have been extended until 2014 and the zinc purchase contract is to be reviewed by the end of 2011.

Trafigura made excess provisional payments (the "Excess Payment") to Minera La Negra under the terms of the Purchase Contracts and certain other facilities. In an effort to settle these outstanding amounts, the Company and Trafigura have successfully negotiated a reduction in the Excess Payment to US$3,400,000. As a result, Minera La Negra and Trafigura have entered into a facility agreement (the "Facility Agreement") under which Trafigura has made US$3,400,000 (the "Loan") available to Minera La Negra, to be repaid in whole or in part, by amounts due to Minera La Negra from Trafigura in payment for 100% of Minera La Negra's copper and zinc concentrates produced from the La Negra mine under the terms of the Purchase Contracts.

The Company has paid down US$1,540,000 which leaves this amount now available for general working capital purposes.

The terms of the Facility Agreement include:

- The principal of the Loan is repayable in monthly instalments of not less than US$80,000 plus interest equal to 5% per annum and one month LIBOR screen rate for dollar deposits starting from July 2009 and is repayable in full on September 28, 2012, subject to an extension of the final repayment date by Trafigura;

- The Loan is secured by the Company by way of a pledge of all of its interest in the Shafter Silver mine held by the Company's direct subsidiary Silver Assets Inc. ("Silver Assets") and the Company's indirect subsidiary, Rio Grande Mining Company ("Rio Grande"). The pledge has been effected by a pledge of the shares of each of Silver Assets and Rio Grande pursuant to the terms of pledge agreements entered into between Trafigura and each of Silver Assets and Rio Grande;

- The Company has agreed with Trafigura to guarantee the repayment of the Loan, such guarantee evidenced by way of a formal guarantee; and

- The Company has issued to Trafigura an aggregate of 2,125,203 common share purchase warrants (each a "Warrant"). Each Warrant entitles Trafigura to purchase one common share in the capital of the Company at an exercise price of Cdn$0.2952 per share at any time during a period of two years from the date of issuance.

Item 6. <u>Reliance on Section 7.1(2) or (3) of National Instrument 51-102</u>

Not Applicable

Item 7. <u>Omitted Information</u>

Not Applicable

Item 8. <u>Executive Officer</u>

The following Executive Officer of the Company is knowledgeable about the material change and may be contacted as follows:

Terese Gieselman, Secretary/Treasurer
Telephone: (604) 331-9333

Item 9. <u>Date of Report</u>

August 25, 2010