FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1 Name and Address of Corporation

Idaho Natural Resources Corp. ("**Idaho**" or the "**Company**")

Item 2 Date of Material Change

August 2, 2012

Item 3 News Release

A press release reporting the material change was issued on August 2, 2012 through the services of Marketwire.

Item 4 Summary of Material Change

The Company announced the entering into of a purchase and sale agreement (the "**Agreement**") for a 10% working interest in the Willow-Hamilton Development Area in the state of Idaho for a purchase price of US$1 million.

Item 5.1 Full Description of Material Change

The Company and AM Idaho LLC (a Texas limited liability company) ("**AM**") entered into the Agreement on August 2, 2012 whereby the Company is purchasing a 10% working interest in the Willow-Hamilton Development Area in the state of Idaho incorporating the Willow and Hamilton gas and condensate field. Pursuant to the Agreement, the Company will pay US$1 million to AM in exchange for the interest, subject to certain adjustments provided for in the Agreement. AM is an arm's length party to the Company. Closing of the transaction is expected to occur on or about September 28, 2012 and is subject to exchange approval, adequate financing being obtained by the Company as well as shareholder approval.

Item 5.2 Disclosure For Restructuring Transactions

Not applicable.

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

Not applicable.

Item 7 Omitted Information

Not applicable.

Item 8 Executive Officers

For more information, please contact:

Nicholas J. Clayton, Interim Chief Executive Officer
Telephone: (303) 831-9022

Item 9 Date of Report:

August 9, 2012