FORM 53-102F3
MATERIAL CHANGE REPORT

ITEM 1. NAME AND ADDRESS OF COMPANY

Pennant Energy Inc.
Suite 2833
595 Burrard Street
Bentall Three, PO Box 49057
Vancouver, BC
V7X 1C4
Telephone: 604 689 1799
Fax: 604 689 8199
(the "Issuer")

ITEM 2. DATE OF MATERIAL CHANGE

June 16, 2006

ITEM 3. NEWS RELEASE

The press release was issued on June 16, 2006 to the TSX Venture Exchange and through various other public media – all in accordance with the policies of the regulatory authorities.

ITEM 4. SUMMARY OF MATERIAL CHANGE

Pennant Energy Inc. (TSX-V: PEN) today announced that it has retained the services of CHF Investor Relations (Cavalcanti Hume Funfer Inc. of Toronto and Calgary), Canada's longest established and one of its most respected IR firms.

Thomas Yingling, President and CEO, commented "We are eager to have CHF Investor Relations on board to lead us as we undertake a comprehensive IR program."

Commencing June 15th, subject to TSX Venture Exchange approval, CHF will provide investor relations and market-making services for a term of twelve months to June 14, 2007. Thereafter, the program will continue unless written termination notice of three months is tendered by either party. CHF will receive a monthly fee of $7,500, plus approved disbursements. CHF will receive incentive stock options, subject to Board and regulatory approvals, in the amount of 165,000 at $0.35 per share, premium-priced to the market. TSX Venture Exchange vesting rules shall apply. CHF's investor relations and market-making services are delivered in accordance with TSX Venture Exchange Policy 3.4.

About CHF Investor Relations

CHF Investor Relations, a proactive, results-driven firm, offers premium IR service to an international portfolio of client companies operating in a broad range of industries including oil and gas exploration and production, mining exploration and development, high-tech, biotechnology, telecommunications services and special situations. CHF provides comprehensive IR representation to the Canadian audience through their offices in Toronto and Calgary. For more information, please visit their website at www.chfir.com.

About Pennant Energy

As an emerging junior oil and gas company, the Pennant growth philosophy is to establish a stable reserve base and cash flow by participating with industry partners in low risk, development drilling opportunities and then advance to higher risk, higher reward drilling prospects often referred to as "company makers". The Company has no debt, positive cash flow and experienced management. Pennant's Head of Exploration, Jim Britton, P.Geol. P. Eng, is currently evaluating several key projects. Mr. Britton has a wealth of experience spanning over 45 years in the oil and gas exploration and development business and has been instrumental in successfully commercializing over 430 oil and gas wells, some of which are still prolific producers during his distinguished career. Shares of the Company trade on the TSX Venture Exchange under the symbol "PEN". There are approximately 10.9 million shares outstanding.

ITEM 5. FULL DESCRIPTION OF MATERIAL CHANGE

Pennant Energy Inc. (TSX-V: PEN) today announced that it has retained the services of CHF Investor Relations (Cavalcanti Hume Funfer Inc. of Toronto and Calgary), Canada's longest established and one of its most respected IR firms.

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ITEM 6. RELIANCE ON SUBSECTION 7.1(2) OR (3) OF NATIONAL INSTRUMENT 51-102

N/A

ITEM 7. OMITTED INFORMATION

N/A

ITEM 8. EXECUTIVE OFFICER

To obtain further information contact Mr. Thomas Yingling, the President of the Issuer, at (604) 689 1799.

Dated at Vancouver, BC, this 21st day of June, 2006.

:signed

THOMAS YINGLING, PRESIDENT