FORM 51-102F3
MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

Admiral Bay Resources Inc.
65 Queen Street West
Suite 825
Toronto, ON
M5H 2M5

Item 2 Date of Material Change

October 18, 2004

Item 3 News Release

A press release was issued in Toronto, Ontario on October 18, 2004 and subsequently filed on SEDAR.

Item 4 Summary of Material Change

Admiral Bay Resources Inc. ("Admiral Bay") announced that Donald Parker had been appointed to the Board of Directors and that the Company successfully closed its recently announced private placement, raising total gross proceeds of approximately $1.4 million.

Item 5 Full Description of Material Change

See the attached press release.

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

Not Applicable.

Item 7 Omitted Information

Not Applicable.

Item 8 Executive Officer

Mark Brennan, President & C.E.O., (416) 861-5886

Item 9 Date of Report

October 18, 2004

ADMIRAL BAY RESOURCES INC.

By: *"Tony Wonnacott"*
Tony Wonnacott
Corporate Secretary

ueen Street West, Suite 815, P.O. Box 75
nto, Ontario, M5H 2M5
416-861-1685 Fax : 416-861-8165
il : info@admiralbay.com
TSX.V - **ADB**

www.admiralbay.com

... Immediate Release

Press Release

October 18, 2004

ADMIRAL BAY APPOINTS MR. DON PARKER TO BOARD OF DIRECTORS

- Admiral Bay closes C$ 1.4 Million Financing

Admiral Bay Resources Inc. (TSX.V: ADB) is pleased to announce the appointment of Mr. Don Parker to its Board of Directors. Mr. Parker is an energy executive with over 26 years of extensive experience primarily in the Western Canadian Sedimentary Basin. He obtained his B.Sc. in Mechanical Engineering from the University of Alberta in 1978 and his M.B.A. from the University of Calgary in 1992. Mr. Parker has held a variety of positions in the energy industry with both public and private companies. He has been a Petroleum Engineer with both BP Canada Ltd. and Amerada Hess Canada Ltd., an Executive Vice-President with Harbour Petroleum Ltd., the President of Boundary Creek Resources Ltd and was recently the senior manager of Corporate Development for Emera Energy Inc. He is currently the President of Loumic Exploration Inc., an energy company focusing on South West Saskatchewan, and Longford Corporation, an oil and gas start-up on the TSX Venture Exchange.

Admiral Bay has also closed its previously announced private placement (see press release dated October 7, 2004) by issuing a total of 1,400,000 Units at a price of $1.00 per Unit for gross proceeds of $1,400,000. Each Unit consists of one Common Share and one half of one Common Share Purchase Warrant (corrected from the earlier press release which stated that a Unit consisted of one share and one warrant). Each whole Common Share Purchase Warrant entitles the holder to purchase one additional Common Share at a price of $1.35 at any time until April 19, 2006.

The Company has also granted options to directors, officers and consultants to purchase 875,000 common shares of Admiral Bay at $1.00 per share, subject to regulatory approval.

Admiral Bay Resources Inc. (www.admiralbay.com) is a Canadian resource exploration and development company with diversified assets in both the oil & gas and mining sectors. Production has begun at the Company's U.S. conventional and coalbed methane (CBM) gas projects located in the Uintah, Cherokee and Appalachian Basins, which have the potential to host up to 227 BCF of gas. The Company's Moose River Basin property is being explored for coalbed methane on over 250,000+ acres in the James Bay lowlands of northern Ontario. The Company is listed on the TSX Venture Exchange.

For additional information contact:

Mark Brennan
President & C.E.O.
Tel: (416) 861-5886
Fax: (416) 861-8165
Email: mbrennan@admiralbay.com

Curt Huber
Corporate Development
Tel: (604) 628-5642
Toll Free: 1-866-217-1620
Email: info@admiralbay.com

Statements in this release that are not historical facts are "forward-looking statements" within the meaning of the U.S. Private Securities Litigation Reform Act of 1995. Readers are cautioned that any such statements are not guarantees of future performance and that actual developments or results may vary materially from those in these "forward-looking statements".

The TSX Venture Exchange does not accept responsibility for the adequacy of this release

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