

ARBOR MEMORIAL SERVICES INC.
FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. Name and Address of Company

Arbor Memorial Services Inc.
2 Jane Street
Toronto, Ontario
M6S 4W8

Item 2. Date of Material Change

May 31, 2007

Item 3. News Release

News release was issued May 31, 2007 through Canada NewsWire over the Canadian disclosure network.

Item 4. Summary of Material Change

Joseph Scanlan, Senior Vice-President Sales is no longer employed by the Company.

David Scanlan, Assistant Vice President Sales has been appointed Vice President Sales and has been elected to the Board of Directors.

Item 5. Full Description of Material Changes

Arbor Memorial Services Inc. announced on May 31, 2007 that they have terminated their relationship with Joseph Scanlan, Senior Vice President Sales.

Daniel J. Scanlan, Chairman of the Board announced that David Scanlan has been elected to the Board of Directors.

Richard Innes, President and CEO announced that David Scanlan, Assistant Vice President Sales has been appointed Vice President Sales. "We are very fortunate that we have a capable replacement in David and anticipate that he will build on the foundation that has been established."

Arbor Memorial Services owns 41 cemeteries, 27 crematoria, 3 reception centres located on cemetery premises, and 93 funeral homes in 8 provinces.

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

Nil.

Item 7. Omitted Information

None.

Item 8. Executive Officer

Richard D. Innes, President and Chief Executive Officer

Item 9. Date of Report
May 31, 2007

Per: 

Name: Richard D. Innes
Title: President and Chief Executive Officer