FORM 27
SECURITIES ACT

MATERIAL CHANGE REPORT UNDER SECTION 118
OF THE SECURITIES ACT

ITEM 1 **Reporting Issuer:**

Blue Lagoon Ventures Inc.
Suite 1101-1415 West Georgia Street
Vancouver, BC
V6G 3C8

ITEM 2 **Date of Material Changes:**

October 4, 2002.

ITEM 3 **Filing of Material Change Report with The TSX Venture Exchange:**

News Release dated October 15, 2002, was transmitted by Canada Stockwatch and Market News on October 15, 2002 and a Material Change Report will be filed with the TSX Venture Exchange on October 15, 2002, by SEDAR.

ITEM 4 & 5 **Summary and Full Description of Material Changes:**

See attached News Release dated October 15, 2002.

ITEM 6 **Reliance on Section 118(2) of the Securities Act:**

Section 118(2) is not being relied upon.

ITEM 7 **Senior Officers:**

Mr. Kevin Russell, President
Telephone: (604) 684-4634

ITEM 8 **Statement of Senior Officer:**

The foregoing accurately discloses the Material Changes referred to herein.

Dated this 15th day of October, 2002.

"Kevin Russell" (signed)
Kevin Russell
President and Director

Press Release
FOR IMMEDIATE DISTRIBUTION

BLUE LAGOON VENTURES INC.
(BLG : TSX Venture Exchange)

Blue Lagoon Ventures Inc. ("Blue Lagoon") announces that it has entered into a letter of intent dated October 4, 2002 respecting a proposed amalgamation with Bio-Synergy Resources Inc. ("Bio-Synergy"), a private Alberta corporation. The amalgamation terms are such that it is anticipated that the shareholders of Bio-Synergy will own approximately 75% of the total outstanding shares of the amalgamated corporation, before giving effect to the possible exercise of outstanding warrants. The proposed amalgamation is considered to be a reverse take-over under the rules of the TSX Venture Exchange, and is subject to a number of conditions, including completion of due diligence, Exchange approval and the approval of the shareholders of both companies. Blue Lagoon also plans to carry out a private placement of $150,000 by way of convertible loans; subject to Exchange approval, the convertible loans will be convertible into a total of 1,000,000 Units at $0.15 per Unit, each Unit to consist of one common share and one warrant with a term of 6 months and an exercise price of $0.25 per share. Proceeds are to be utilized to retire outstanding indebtedness of Blue Lagoon to comply with the terms of the letter of intent. Bio-Synergy plans to complete a private placement of up to 2,000,000 Units at a price of $0.50 per Unit, each Unit to consist of one Bio-Synergy common share and one warrant with an exercise price of $1.00 per Bio-Synergy common share until June 30, 2003.

The shareholders of Bio-Synergy will receive one share of the amalgamated company for each share of Bio-Synergy. It is proposed that, in conjunction with the amalgamation, the common shares of Blue Lagoon will be consolidated on a one-for-two basis (shareholders of Blue Lagoon will receive one share of the amalgamated company for every two shares of Blue Lagoon). It is anticipated that approximately 9 million post-consolidated common shares will be issued as part of the amalgamation with Bio-Synergy. Blue Lagoon currently has 6,053,119 common shares issued. Accordingly, the amalgamated corporation will have approximately 12 million common shares issued and outstanding. The significant shareholders, including insiders, upon completion of the amalgamation and their respective jurisdiction of residence, shareholdings and percentage holdings are as follows: Tyler Heathcote (Lloydminster, Alberta), 3,000,000 (25%); Cathy Heathcote (Lloydminster, Alberta) 900,000 (7.5%), Brad Shybunka (Red Deer, Alberta) 1,000,000 (8.3%), Doug Anguish (Calgary, Alberta) 200,000 (1.67%)

Bio-Synergy is an Alberta environmental company engaged in the provision of soil remediation services to the oil and gas industry. Working with technology provided by GSI Environment Ltd. of Montreal, Quebec, Bio-Synergy has successfully treated soil for a number of major oil companies. Bio-Synergy presently has remediation projects ongoing with four senior oil companies, having a project value of approximately $325,000. Bio-Synergy has been operating since January 2000.

The following table sets out certain selected financial information for Bio-Synergy for the periods indicated:

	Year ended September 30, 2001 (audited)	**9 months ended June 30, 2002 (unaudited)**
Revenues	$581,575	$167,439
Direct Costs	638,059	192,551
Gross Margin	(56,484)	(25,112)
General and Administrative Expenses	204,079	98,420
Loss from Operations	(260,563)	(123,532)

Net Loss	(243,211)	(112,047)
Total Assets	294,356	378,059
Total Liabilities	562,805	532,098

Following completion of this transaction, it is contemplated that the following persons will join the board of the amalgamated company:

Tyler Heathcote, President, Bio-Synergy Resources Inc.. Since 1998 Mr. Heathcote has been the President and owner of Blade Oilfield Corporation, an oilfield services construction company. Prior thereto, between 1995 and 1998 he held the office of General Manager of Beder Construction an oilfield services construction company. Prior thereto between 1988 and 1995 he was employed in the oilfield services sector.

Doug Anguish, Director, Bio-Synergy Resources Inc. Mr. Anguish has over 25 years experience in both the public and private sector including serving as the Minister of Energy for the Government of Saskatchewan and as Manager, Corporation Communications of Renaissance Energy Ltd. Mr. Anguish currently consults to various organizations under his consulting company, External Solutions Ltd. Since January, 2002 he has been a director of Cheyenne Energy Inc., a Calgary based junior oil company currently conducting an initial public offering.

Brad Shybunka, Chief Operations Officer, Bio-Synergy Resources Inc. Mr. Shybunka was admitted to the degree of Bachelor of Science, Environmental and Conservation Science from the University of Alberta in 1996. Mr. Shybunka majored in Land Remediation, Reclamation and Conservation. In 1998 Mr. Sybunka was awarded the designation of Professional Agrologist from the Alberta Institute of Agrologists. Since 1993 Mr. Sybunka has been employed in the oil-patch in the field of Environmental and Conservation Science. Since 2001, Mr. Shybunka has held the office of Chief Operations Officer with Bio-Synergy.

James C. Barnett CGA, Director, Bio-Synergy Resources Inc. Mr. Barnett was awarded a Diploma in Business Administration with a Major in Accounting from the Northern Alberta Institute of Technology in Edmonton in 1989. In 1990 he entered the Certified General Accountancy Program. He subsequently completed the CGA program in 1992. Between 1990 and 1998 he carried on a private practice of accounting, primarily for small businesses. Since 1998 he has been a co-owner and General Manager of Tidy Truck Boxliners. Tidy Truck Boxliners, based in Lloydminster, Alberta is engaged in the sales and service of aftermarket truck accessories. Tidy Truck operates in the provinces of Alberta and Saskatchewan and has 16 employees.

In addition to the individuals identified above, Mr. J. Eugene Sekora, a director of Blue Lagoon and Mr. Randy Clifford, the Secretary of Blue Lagoon are anticipated to comprise the Board of Directors of the amalgamated corporation.

Mr. J. Eugene Sekora, has been a chartered accountant since 1971. Mr. E. Sekora currently operates an accounting practice through J. Eugene Sekora Professional Corporation. Mr. Sekora is also on the board of directors of Loma Petroleum Resources Ltd., a TSX Venture Exchange listed public corporation engaged in the oil and gas business and Westview Lifecare Centres Inc., a TSX Venture Exchange listed public corporation engaged in the senior housing market.

Mr. Clifford has been a small business owner operator in the Edmonton area for a period of 12 years, and was an owner and President of The Premium Tool & Abrasives Co. Ltd., which interest he sold in September, 1995. Mr. R. Clifford has been a director of Cash Canada Group Limited since September, 1996, a TSX Venture Exchange Tier 1 listed public corporation engaged in the pawn and pay day loan business. Currently, Mr. Clifford holds the offices of

Chairman and Chief Executive Officer of Cash Canada Group Limited. In addition, Mr. Clifford is the President and a director of Westview Lifecare Centres Inc.

Northern Securities Ltd., subject to completion of satisfactory due diligence, has agreed to act as sponsor in connection with the transaction. An agreement to sponsor should not be construed as any assurance with respect to the merits of the transaction or the likelihood of completion.

Completion of the transaction is subject to a number of conditions, including, but not limited to, Exchange acceptance and majority of the minority shareholder approval. The transaction cannot close until the required shareholder approval is obtained. There can be no assurance that the transaction will be completed as proposed or at all.

Investors are cautioned that, except as disclosed in the management information circular to be prepared in connection with the transaction, any information released or received with respect to the transaction may not be accurate or complete and should not be relied upon. Trading in the securities of Blue Lagoon should be considered highly speculative.

Blue Lagoon intends to grant stock options to the management of the post-amalgamated company for up to 10% of the then outstanding shares of the corporation, at a price of $0.25 per (pre-consolidated) share. Blue Lagoon anticipates issuing 400,000 (post-consolidated) common shares as a finder's fee with respect to the proposed amalgamation with Bio-Synergy to Westmount Investments Inc., the principal shareholder of which is Michael Golinowski, businessman, of Kitscoty, Alberta.

The TSX Venture Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of this press release.

On Behalf of the Board

"Kevin Russell" (signed)

Kevin Russell
President and Director

For further information please contact:
Kevin Russell, President
(604) 684-4634