FORM 51-102F3

Material Change Report

Item 1. Name and Address of Company

Electric Metals Inc. (the "Company")
302 – 750 West Pender Street
Vancouver, BC, V6C 2T7

Telephone: 604-681-0084

Item 2. Date of Material Change

News Release dated March 31, 2011

Item 3. News Release

News Release dated March 31, 2011 was disseminated via TheNewsWire and filed on SEDAR on March 31, 2011.

Item 4. Summary of Material Change

Electric Metals Inc. announces change in management.

Item 5. Full Description of Material Change

VANCOUVER, B.C. March 31, 2011 – ELECTRIC METALS INC. (TSX-V:EMI) (the "Company") The Board of Directors of the Company announces the resignation of Mr. Donald Currie as Acting President of the Company. We wish to thank Mr. Currie for his leadership and dedication in acting as interim president while the company carried on a search for a full time president. Mr. Currie will remain on the Board of Directors.

Mr. Tony Ricci, formerly Chief Financial Officer has now been appointed President and CEO of the Company effective immediately. The Company is pleased to appoint Ms. Zula Kropivnitski to the position of Chief Financial Officer. Ms. Kropivnitski is a Certified General Accountant with over 10 years of international experience in the resource sector. Prior to joining Electric Metals Inc., Ms. Kropivnitski acted as the Controller to Sacre-Coeur Minerals and African Queen Mines Ltd, companies involved in exploration and production activities in Africa and South America. Before that, Ms. Kropivnitski served as Senior Accountant to Manex Resource Group and its group of mining exploration companies with interests in properties in Canada, the United States and Mexico.

Ms. Kropivnitski has been involved in all areas of financial reporting, corporate finance, and related aspects of regulatory compliance. Ms. Kropivnitski received her Master of Mathematics and Master of Economics degrees in Russia. Ms. Kropivnitski received her CGA professional accounting designation from the Certified General Accountants Association of British Columbia, Canada and later obtained her ACCA designation from the Association of Chartered Certified Accountants, a global body for accounting professionals.

The Company also announces that it has granted incentive stock options to certain directors, officers and consultants to purchase up to 2,205,000 common shares pursuant to the Company's stock option plan. The stock options are exercisable at $0.12 per share, exercisable up to and including March 30, 2016.

About Electric Metals Inc.

Electric Metals is a Canadian junior mining company focused on exploration for rare earth elements. Electric Metals has an option to earn a 75% interest in the Chuchinka property, located 80 km north of Prince George, British Columbia, from International Montoro Resources Inc. (TSX-V: IMT). The Chuchinka property is contiguous with the Wicheeda and Carbo rare earth discoveries, operated by Spectrum Mining Corporation (a private company) and Canadian International Minerals Inc. (TSX –V: CIN) respectively.

For further information, please contact Samantha Shorkey at 604-681-0084.

.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

The following senior officer of the Issuer is knowledgeable about the material change and the Report and may be contacted:

Tony Ricci, President & CEO, Telephone: 604-681-0084.

Item 9. Date of Report

DATED at Vancouver, British Columbia, this 31st day of March, 2011.