

MATERIAL CHANGE REPORT

Item 1 Reporting Issuer

Luxell Technologies Inc.
2145 Meadowpine Blvd., Mississauga, Ontario, L5N 6R8
(the "Corporation")

Item 2 Date of Material Change

January 7, 2003

Item 3 Press Release

A press release with respect to the material change described herein was issued on January 7, 2003. A copy of which is attached hereto.

Item 4 Summary of Material Change

On January 7, 2003, the Corporation announced the appointment of Ken Kivenko as the Corporation's Interim President and CEO in replacement of Brian Kennedy.

Item 5 Full Description of Material Change

On January 7, 2003, the Corporation announced the appointment of Ken Kivenko as the Corporation's Interim President and CEO in replacement of Brian Kennedy. The Corporation has commenced an executive search for a permanent Luxell President and CEO.

Item 6 Reliance on Confidentiality Provisions

Not applicable.

Item 7 Omitted Information

Not applicable.

Item 8 Senior Officers

For further information contact, Roman Kocur, Chief Financial Officer (905) 363-0325

The foregoing accurately discloses the material change referred to herein.

DATED at Toronto, Ontario, this 16th day of January, 2003.

LUXELL TECHNOLOGIES INC.

“Roman Kocur”

By: Roman Kocur
Chief Financial Officer

Luxell Announces Management Changes, Appoints Interim President & CEO

TORONTO, Jan. 7 /CNW/ - Luxell Technologies Inc. (TSX:LUX) announced the appointment of Ken Kivenko as the Company's Interim President & CEO in replacement of Brian Kennedy who resigned from the Company effective today. The Board expresses their appreciation for Mr. Kennedy's service on behalf of the Company.

Mr. Kivenko, who has served on Luxell's Board of Directors since 1996, has 25 years of proven experience in technology sectors. He has demonstrated his strategic management skills with many prominent companies. He was formerly the President of Canadian Marconi Company, Allied Signal Aerospace Canada and NBS Technologies Inc. He is past president of the Canadian Quality Institute.

An executive search has begun for a permanent Luxell President & CEO.

About Luxell

Luxell Technologies Inc. designs, manufacturers and licenses flat panel display technologies and solutions for consumer electronics, defense and aerospace industries. More information can be found at www.luxell.com.

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For further information: Roman Kocur, Chief Financial Officer & Corporate Secretary, rkocur@luxell.com, (905) 363-0325, ext 222