FORM 51-102F3
MATERIAL CHANGE REPORT

Item 1. Name and Address of Company

Sunset Pacific Petroleum Ltd.
Suite 704 – 938 Howe Street
Vancouver, BC V6Z 1N9

Phone: 1.604.369.9113 Fax: 604.633.4897

Item 2. Date of Material Change

May 29, 2018

Item 3. News Release

A News Release dated and issued May 29, 2018 at Vancouver, British Columbia, through Canada Stockwatch, Market News and SEDAR.

Item 4. Summary of Material Change

See news release, a copy of which is attached hereto.

Item 5. Full Description of Material Change

See news release, a copy of which is attached hereto.

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

Dennis Luk, Interim CEO & Director
Telephone: 604.369.9113

Item 9. Date of Report

May 29, 2018

SUNSET PACIFIC PETROLEUM LTD.
Suite 704 – 938 Howe Street
Vancouver, BC V6Z 1N9
Tel: (604) 369-9113

NEWS RELEASE

Sunset Pacific Petroleum Provides Default Status Report

Vancouver, BC, Canada, May 29, 2018 – Sunset Pacific Petroleum Ltd. (the "Company") (TSX-V: SPK) hereby provides a status update to the management cease trade order (the "**MCTO**") issued by the British Columbia Securities Commission on May 1, 2018. On May 1, 2018, the Company announced that its annual financial statements, the related management's discussion and analysis and the related officer certifications for the financial year ended December 31, 2017 (collectively, the "**Annual Filings**") will be delayed beyond the filing deadline of April 30, 2018. The Company now announces that its interim financial statements, the related management's discussion and analysis and the related officer certifications for the three month period ended March 31, 2018 (collectively, the "**2018 Q1 Filings**") will also be delayed beyond their filing deadline of May 30, 2018.

As previously reported, the reason for the default in filing the Annual Filings prior to the required deadline is that the Company has insufficient funds to pay for such audit. The Company is still working towards completing a loan financing and thereafter completing the year-end audit as soon as reasonably practicable. The Company estimates that the year-end audit will be completed in June 2018 and that the Annual Filings and 2018 Q1 Filings will be filed in June 2018.

The Company confirms that it intends to satisfy the alternative information guidelines found in National Policy 12-203 for as long as the MCTO is in effect. Additionally, the Company confirms that as of the date hereof, it is not aware of any other material information concerning its affairs which has not generally been disclosed.

ON BEHALF OF THE BOARD

"Dennis Luk"
Dennis Luk
Interim CEO

Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) \ accepts responsibility for the adequacy or accuracy of this release.

This news release may contain forward-looking statements. In particular, this news release contains forward-looking information regarding the timing of completing and filing of the Annual Filings and 2018 Q1 Filings and the receipt of loan funding. These statements are based on current expectations and assumptions that are subject to risks and uncertainties. Readers should not place undue importance on forward-looking information and should not rely upon this information as of any other date. Actual results could differ materially because of factors discussed in the Company's management discussion and analysis filed with applicable Canadian securities regulators, which can be found under the Company's profile on www.sedar.com. The Company does not assume any obligation to update any forward-looking statements.