

**e-Manufacturing Networks Inc.**  
c/o 4046 Mainway Drive  
Burlington, Ontario  
L7M 4B9

March 1, 2001

**VIA SEDAR**

TO: **Alberta Securities Commission**  
4<sup>th</sup> Floor 300 - 5<sup>th</sup> Avenue S.W.  
Calgary, Alberta  
T2P 3C4

**British Columbia Securities Commission**  
P.O. Box 10142, Pacific Centre  
701 West Georgia Street  
Vancouver, B.C. V7Y 1L2

**Ontario Securities Commission**  
Suite 1800, Box 5520 Queen Street West  
Toronto, Ontario  
M5H 3S8

**Canadian Venture Exchange Inc.**  
10<sup>th</sup> Floor, 300 - 5<sup>th</sup> Avenue S.W.  
Calgary, Alberta  
T2P 3C4

Dear Sirs:

**Re: e-Manufacturing Networks Inc.  
MATERIAL CHANGE REPORT**

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This letter is intended as a statement setting forth certain matters that may be a material change in the affairs of e-Manufacturing Networks Inc. ("e-MFG"). For convenience, this letter is itemized in the same manner as Form 27 of the *Securities Act* (Alberta). Concurrent with this filing, this letter is being filed with the Canadian Venture Exchange, being the only Exchange on which e-MFG's shares are listed.

**Item 1 - Reporting Issuer**

e-Manufacturing Networks Inc.  
c/o 4046 Mainway Drive  
Burlington, Ontario  
L7M 4B9

**Item 2 - Date of Material Change**

These material changes occurred on or about February 26, 2001

**Item 3 - News Release**

Press releases (attached) were issued on February 26, 2001 by Canadian Newswire, Toronto, Ontario.

#### **Item 4 - Summary of Material Change**

E-MFG announced that it has completed its \$1.95 million private placement of special warrants and reached an agreement to raise up to \$4 million by way of prospectus offering.

#### **Item 5 - Full Description of Material Change**

E-MFG announced that it has completed its \$1.95 million private placement of special warrants and reached an agreement to raise up to \$4 million by way of prospectus offering.

E-MFG has sold through Burgeonvest Securities Limited of Hamilton, Ontario 1,125,600 Special Warrants of e-MFG, completing e-MFG's private placement of 1,500,000 Special Warrants announced on December 11, 2000. Each Special Warrant is priced at \$1.30 and entitles the holder to acquire one common share of e-MFG and one-half of a common share purchase warrant. Each whole warrant entitles the holder to acquire one e-MFG common share at a price of \$1.70 per common share for a period of 12 months from the closing of the private placement.

Burgeonvest will also act as lead agent under a planned prospectus offering of e-MFG common shares that will raise an additional \$2,000,000 to \$4,000,000. The common shares will be priced at \$1.70 per common share. A related company to Burgeonvest will commit to purchase \$2,000,000 of the offering, effectively making \$2 million of the offering on a bought basis, with any additional amount on a best efforts basis.

Burgeonvest will receive commissions of 7% of the gross proceeds and compensation warrants which would entitle Burgeonvest to purchase common shares (in the case of the prospectus offering) or Special Warrants (in the case of the Special Warrant placement) equal to 10% of the number of securities Burgeonvest sells. Burgeonvest will also receive a corporate finance fee of \$75,000 with respect to the prospectus offering.

e-MFG is also pleased to announce enhancements to its senior management team. Joel Kissack, formerly with Davies, Ward & Beck, Barristers and Solicitors, has been appointed Senior Vice President, Business Development; Peter Bolger, formerly a founder and Vice President of Cimatron Technologies Inc. has been appointed Vice President, Sales, and Brent Bere, previously appointed e-MFG's Chief Operating Officer and formerly a General Manager and Divisional Finance Officer of Wajax Industries Limited, has been appointed Chief Financial Officer. All appointments are subject to regulatory approval. Thomas Smeenck has resigned as a director and Vice President, Business Affairs and Donald Mitchell has resigned as Vice President, Finance.

#### **Item 6 - Reliance on s.118(4) of the Securities Act (Alberta), s.75(3) of the Securities Act (Ontario), or s. 85(2) of the Securities Act (British Columbia)**

not applicable

#### **Item 7 - Omitted Information**

not applicable

**Item 8 - Senior Officer**

The name of a Senior Officer of e-MFG who is knowledgeable about the material change and who can be contacted by the Commission is:

Tom Gaasenbeek, President  
4046 Mainway Drive  
Burlington, Ontario  
L7M 4B9  
Telephone No.: (905) 332-7717

**Item 9 - Statement of Senior Officer**

The foregoing accurately discloses the material change referred to in this report.

**DATED** this 1<sup>st</sup> day of March, 2001 in the City of Burlington , Province of Ontario.

Yours truly,

**e-MANUFACTURING NETWORKS INC.**

Per:

(signed)

JOEL KISSACK

Senior Vice-President, Business Development



News Release 2001- 002

**For Immediate Release**

## **e-Manufacturing Networks completes private placement**

Burlington, Canada – February 26, 2001 – e-Manufacturing Networks Inc. (CDNX: MFG), the pioneer of InterNetworking machine tools on the factory floor, today announced that it has completed its \$1.95 million private placement of special warrants and reached an agreement to raise up to \$4 million by way of prospectus offering.

e-Manufacturing Networks (e-MFG) has sold through Burgeonvest Securities Limited of Hamilton, Ontario 1,125,600 Special Warrants of e-MFG, completing e-MFG's private placement of 1,500,000 Special Warrants announced on December 11, 2000. Each Special Warrant is priced at \$1.30 and entitles the holder to acquire one common share of e-MFG and one-half of a common share purchase warrant. Each whole warrant entitles the holder to acquire one e-MFG common share at a price of \$1.70 per common share for a period of 12 months from the closing of the private placement.

Burgeonvest will also act as lead agent under a planned prospectus offering of e-MFG common shares that will raise an additional \$2,000,000 to \$4,000,000. The common shares will be priced at \$1.70 per common share. A related company to Burgeonvest will commit to purchase \$2,000,000 of the offering, effectively making \$2 million of the offering on a bought basis, with any additional amount on a best efforts basis.

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## **About e-Manufacturing Networks Inc.**

e-MFG ([www.e-manufacturing.com](http://www.e-manufacturing.com)) is the first company to InterNetwork industrial machine tools. Using Internet-based standards, e-MFG enables factory floors to be remotely and securely linked to real-time information systems. Benefits of InterNetworking industrial machinery include cost savings, new levels of supply chain integration, faster production, and better informed management decisions.

*The Canadian Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this news release.*

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For additional information, contact:

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[www.e-manufacturing.com](http://www.e-manufacturing.com)