

AUSAM ENERGY CORPORATION

FORM 51-102F3

MATERIAL CHANGE REPORT

1. **Reporting Issuer:**

Ausam Energy Corporation.
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Calgary, Alberta
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Tel: (403) 215-2380
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(hereinafter referred to as "Ausam")

2. **Date of Material Change:**

September 26, 2007

3. **News Release:**

On September 26, 2007, Ausam issued a press release disclosing the nature and substance of the material change (a copy of which is attached as Schedule "A" to this Material Change Report).

4. **Summary of Material Change:**

On September 26, 2006, Ausam announced the consolidation of all issued and outstanding shares on the basis of one (1) post-consolidation share for every five (5) pre-consolidation shares (the "Consolidation"). The Consolidation was approved by shareholders at Ausam's annual and special meeting held July 5, 2007 and the filing has been accepted by the TSX Venture Exchange (the "Exchange"). Prior to the Consolidation, Ausam had 151,841,677 common shares issued and outstanding, and, as a result of the Consolidation, Ausam now has 30,368,336 common shares issued and outstanding. The Consolidation affects all of Ausam's common shares, stock options, and warrants outstanding. Letters of transmittal will be sent to registered shareholders shortly with instructions on the tendering and exchange of share certificates. Fractional common shares will not be issued and any shareholder who is otherwise entitled to receive a fraction of a common share as a result of the Consolidation will have such fractional interest rounded up to the nearest whole common share. Ausam proposed the Consolidation in order to reduce the number of issued and outstanding shares and to assist in efforts to qualify for a potential dual listing on a US exchange. Ausam voluntarily requested that the Exchange halt the trading of its common shares for a period of 24 hours commencing September 27, 2006. As of the opening of trading on September 28, 2007, Ausam's common shares were traded on a consolidated basis under the new symbol "AZE".

5. **Full Description of Material Change:**

See the press release attached hereto as Schedule "A" for a full description of the material change.

6. **Reliance on Section 7.1(2) or (3) of National Instrument 51-102:**

N/A

7. **Omitted Information:**

No material information has been omitted from this report.

8. **Executive Officer:**

For further information, please contact Mr. Alastair J. Robertson, Chief Financial Officer, at (403) 215-2383.

9. **Date of Report:**

Dated at Calgary, Alberta, this 3rd day of October, 2007.

SCHEDULE "A"

AUSAM ENERGY CORPORATION

**NOT FOR DISTRIBUTION IN THE UNITED STATES OR OVER UNITED STATES WIRE
DISTRIBUTION SERVICES**

**For Immediate Release
Calgary, Alberta**

September 26, 2007

TSX Venture Exchange – Current Symbol "AUZ"; New Symbol "AZE"

AUSAM ANNOUNCES SHARE CONSOLIDATION

CALGARY, September 26, 2007 - Ausam Energy Corporation ("Ausam" or the "Company") is pleased to announce that, as approved by the shareholders at the Company's annual and special meeting held July 5, 2007, the proposed consolidation (the "Consolidation") of all of the Company's issued and outstanding common shares ("Common Shares") on the basis of one (1) post-consolidation Common Share for every five (5) pre-consolidation Common Shares has been accepted for filing by the TSX Venture Exchange (the "Exchange").

As of the opening of trading on Friday, September 28, the Common Shares will trade on a consolidated basis under the new symbol "AZE". Prior to the Consolidation, the Company had 151,841,677 Common Shares issued and outstanding and, as a result of the Consolidation, the Company will have 30,368,336 Common Shares issued and outstanding. Further, the Consolidation assists the Company's efforts to qualify for a potential dual listing on a US exchange.

The Consolidation affects all of the Company's Common Shares, stock options, and warrants outstanding at the effective time. Fractional Common Shares will not be issued and any shareholder who would otherwise be entitled to receive a fraction of a Common Share as a result of the Consolidation shall have such fractional interest rounded up to the nearest whole Common Share.

Registered shareholders will shortly receive a Letter of Transmittal providing a form and instructions for having their share certificates tendered to the Company's registrar and transfer agent, Olympia Trust Company, and exchanged for share certificates that reflect the Consolidation. Shareholders who hold Common Shares through their broker or other intermediary and do not have actual share certificates registered in their name will not be required to complete and return a Letter of Transmittal. Any pre-consolidation Common Shares owned by such shareholders will automatically be adjusted as a result of the Consolidation to reflect the applicable number of post-consolidation Common Shares owned by them and no further action is required to be taken by such shareholders.

The Company has voluntarily requested that the Exchange halt the trading of its Common Shares on the Exchange for a period of 24 hours commencing on Thursday, September 27, 2007, to allow for the orderly dissemination of information relating to the Consolidation, the new number of Common Shares outstanding and the new trading symbol on the Exchange to the Company's worldwide shareholder base.

Cautions Regarding Forward-Looking Statements

Forward-looking statements (often, but not always, identified by the use of words such as "expect", "may", "could", "anticipate" or "will" and similar expressions) may describe expectations, opinions or guidance that are not statements of fact. Forward-looking statements are based upon the opinions, expectations and estimates of management of Ausam as at the date the statements are made and are subject to a variety of known and unknown risks and uncertainties and other factors that could cause actual events or outcomes to differ materially from those anticipated or implied by such forward-looking statements. Those factors include, but are not limited to risks, uncertainties and other factors that are beyond the control of Ausam, risks associated with the oil and gas industry, commodity prices and exchange rate changes, operational risks associated with exploration, development and production operations, delays or changes in plans, risks associated with the uncertainty of reserve estimates, health and safety risks and the uncertainty of estimates and projections of production, costs and expenses. In light of the risks and uncertainties associated with forward-looking statements, readers are cautioned not to place undue reliance upon forward-looking information. Assumptions relating to certain forward-looking information contained in this press release are set out herein. Although Ausam believes that the expectations reflected in the forward-looking statements set out in this press release or incorporated herein by reference are reasonable, it can give no assurance that such expectations will prove to have been correct. The forward-looking statements of Ausam contained in this press release, or incorporated herein by reference, are expressly qualified, in their entirety, by this cautionary statement.

About Ausam

Ausam is a public company engaged in the business of oil and gas exploration and development. Ausam, through its U.S. subsidiary Noram Resources, Inc., has acquired a diverse portfolio of oil and gas leases and prospects in Texas, Louisiana, Mississippi, Alabama and Arkansas. Ausam, through its Australian subsidiary Ausam Resources Pty Ltd., is active in Queensland, Victoria and Western Australia. Ausam's growth strategy includes the organic development of its current holdings and selective corporate transactions. The Company trades under the symbol "AUZ" on the TSX Venture Exchange.

William M. Hitchcock
Chairman

Mark G. Avery
President and CEO
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Alastair J. Robertson
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The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.

This news release shall not constitute an offer to sell or the solicitation of an offer to buy securities of Ausam in any jurisdiction. The securities of Ausam have not and will not be registered under the United States Securities Act of 1933, as amended (the "1933 Act"), or the securities laws of any state of the United States, and may not be offered or sold in the United States absent registration or an applicable exemption therefrom under the 1933 Act and the securities laws of all applicable states.