FORM 27 – MATERIAL CHANGE REPORT UNDER SECTION 75(2) OF THE *SECURITIES ACT* (ONTARIO)

*Note: This Report is itemized pursuant Form 27 of the Securities Act (Ontario) (the "**Act**"), and is being filed concurrently with the Alberta Securities Commission and British Columbia Securities Commission. This Report is also being filed with the TSX Venture Exchange.*

1. **Reporting Issuer**

   Pele Mountain Resources Inc. (the "**Issuer**")
   2200 Yonge Street
   Suite 1002
   Toronto, Ontario M4S 2C6

2. **Date of Material Change**

   April 9, 2003

3. **Press Release**

   See Press Release issued by the Issuer on April 9, 2003 via a Canadian news wire service, a copy of which has been filed via SEDAR and attached hereto.

4. **Summary of Material Change**

   Further to the non-brokered prospectus-exempt offering (the "**Offering**") completed on June 27, 2002 (see Pele's press releases dated May 13, 2002 and June 27, 2002), Robert Salna, a single arm's length investor has exercised 1,136,363 Series F Flow-Through Purchase Warrants to acquire 1,136,363 flow-through common shares (each a "**Flow-Through Share**") at a purchase price of $0.32 per share for aggregate proceeds of $363,636.16. The flow-through shares issued pursuant to the Offering and the Flow-Through Shares to be issued pursuant to the exercise of the warrants are subject to a statutory 12-month hold period commencing from the date of issuance, which will expire on June 27, 2003.

5. **Full Description of Material Change**

   Please see attached Press Release issued April 9, 2003.

6. **Reliance on Section 75(3) of the Act**

   Not Applicable.

7. **Omitted Information**

   No information has been omitted from this material change report.

8. **Senior Officer**

Alan L. Shefsky, President and Chief Executive Officer
Telephone: 416-368-7224
Facsimile: 416-368-7230
Internet: www.pelemountain.com

9. **Statement of Senior Officer**

The foregoing accurately discloses the material change referred to herein.

DATED at Toronto this 10th day of April, 2003.

PELE MOUNTAIN RESOURCES INC.

Per: ______________________________
Name: Alan L. Shefsky
Title: President and Chief Executive Officer

Pele Mountain Resources Inc.

Symbol: GEM
Listing: The TSX Venture Exchange
Common Shares Outstanding: 33,987,717

FOR IMMEDIATE RELEASE

April 9, 2003, Toronto: Pele Mountain Resources Inc. **(TSX Venture:GEM)** ("**Pele**") (the "**Company**") is pleased to announce today that further to the non-brokered prospectus-exempt offering (the "**Offering**") completed on June 27, 2002 (see Pele's press releases dated May 13, 2002 and June 27, 2002), a single arm's length investor has exercised 1,136,363 Series F Flow-Through Purchase Warrants of Pele (the "**Series F Warrants**") to acquire 1,136,363 flow-through common shares (a "**Flow-Through Share**") at a purchase price of $0.32 per share for aggregate proceeds of $363,636.16. The Flow-Through Shares issued pursuant to the exercise of the Series F Warrants will remain subject to a statutory 12-month hold period commencing from the date of original issuance of the Series F Warrants on June 27, 2002, which will expire on June 27, 2003.

All proceeds received by Pele in conjunction with the foregoing exercise of the Series F Warrants shall be used by Pele to finance Canadian exploration and development expenditures on its Canadian resource properties.

Pele is a Canadian mining exploration and development company and a leader in the search for economic diamond deposits in Northern Ontario. Pele controls a 100% mineral rights interest in the 101 square km Festival Property, which is located 25 kms north of Wawa. Pele also owns a 100% interest in two gold projects in northwestern Ontario.

Currently, Pele has 33,987,717 common shares issued and outstanding, which total includes the issuance of 1,136,363 flow-through common shares of Pele referred to above.

For further information please contact Al Shefsky, President at (416) 368-7224, or visit our website at www.pelemountain.com.

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

Some of the statements contained in this release are forward-looking statements, such as estimates and statements that describe the Company's future plans, objectives or goals, including words to the effect that the Company or management expects a stated condition or result to occur. Since forward-looking statements address future events and conditions, by their very nature, they involve inherent risks and uncertainties. Actual results in each case could differ materially from those currently anticipated in such statements.