MAINSTREET EQUITY CORP.
Suite #100, 1122-8th Avenue S.W.
Calgary, AB T2P 1J5

January 15th, 2001

THE ALBERTA SECURITIES COMMISSION
19th Floor
10025 Jasper Avenue
Edmonton, Alberta
T5K 3Z5

Attention: Executive Director

and to

THE ONTARIO SECURITIES COMMISSION
20 Queen Street
P.O. Box 55, 18th Floor
Toronto, Ontario
M5H 3S8

Attention: Executive Director

and to

THE BRITISH COLUMBIA SECURITIES COMMISSION
1100-865 Homby Street
Vancouver, British Columbia
V6Z 2H4

Attention: Executive Director

Dear Sirs:

Re: Mainstreet Equity Corp.
MATERIAL CHANGE REPORT

This letter is intended as a statement setting forth certain matters that may be a material change in the affairs of Mainstreet Equity Corp. (the "Corporation"). For convenience, this letter is itemized in the same manner as Form 27 of the *Securities Act* (Alberta).

Item 1 - Reporting Issuer

Mainstreet Equity Corp.
Suite #100, 1122-8th Avenue S.W.
Calgary, AB
T2P 1J5

Item 2 - Date of Material Change

The material change occurred on or about January 10th, 2001

Item 3 - Publication of Material Change

A press release was issued on January 10th, 2001 by Mainstreet Equity Corp.

Item 3A - Filing of Material Change with Stock Exchange

Concurrent with this filing, this letter is being filed with the Toronto Stock Exchange Exchange, being the only Exchange on which the Corporation's shares are listed.

Item 4 - Summary of Material Change

Please see attached press release

Item 5 - Full Description of Material Change

Please see attached press release

Item 6 - Reliance of Section 118(4) of the *Securities Act* (Alberta)

N/A

Item 7 - Senior Officer

The name of the Officer of the Corporation who is knowledgeable about the material change and who can be contacted by the Commission is:

Navjeet Dhillon
Suite #100, 1122-8th Avenue S.W.
Calgary, AB
T2P 1J5

Phone: (403) 215-6063

The foregoing accurately discloses the material change referred to herein.

DATED this **15th day of January 2001**.

Yours truly,

MAINSTREET EQUITIES CORP.
Per:

Navjeet Dhillon
President, Chief Executive Officer

cc: Toronto Stock Exchange
Attention: Filings

Mainstreet Equity Corp.
Suite 100, 1122-8th Ave. SW
Calgary, Alberta, T2P 1J5

Bus: 403-215-6060
Fax: 403-266-8867
E-mail: mainstreet@mainstreetequities.com

PRESS RELEASE
JANUARY 10TH, 2001
TSE SYMBOL: MEQ

FOR IMMEDIATE RELEASE

MAINSTREET EQUITY CORP. PURCHASES

Calgary, Alberta – Mainstreet Equity Corp. is pleased to announce that it is continuing its stream of acquisitions in Alberta with its recent purchase of two concrete-constructed apartment buildings in Calgary for a total consideration of $3,135,000 or $55,000 per unit. These properties contain approximately 42,732 square footage of net rentable space bringing purchase price on a square foot basis to $73. This project is highly favorable with a suite mix containing a majority of 2 and 3 bedroom units and a location in a prime southeast community. Once again, these acquisitions are consistent with the company's strategy to buy multi-family properties with strong fundamentals. The addition of these 57 units brings Mainstreet Equity Corp.'s total portfolio count to 1544 units.

Mainstreet Equity Corp. is a publicly traded real estate company focused on the acquisition, value-enhancement and management of multi-family residential properties. The corporate strategy of acquiring undervalued properties, increasing revenue streams and instituting operational efficiencies has positioned Mainstreet as a leader in the consolidation within the multi-family sector of the real estate industry.

For further information please contact Mr. Bob Dhillon, CEO and President, Mainstreet at (403) 215-6063 or by fax at (403) 264-8870. The Toronto Stock Exchange neither approves nor disapproves of the information contained in this press release.