

**BC FORM 53-901F (Previously Form 27)
FORM 27 (ALBERTA)**

SECURITIES ACT

**MATERIAL CHANGE REPORT UNDER SECTION 85(1) OF THE
SECURITIES ACT (BRITISH COLUMBIA) AND SECTION 118(1) OF THE
SECURITIES ACT (ALBERTA)**

ITEM 1 REPORTING ISSUER

**Executive Inn Group Corporation
8th Floor, 1080 Howe Street
Vancouver, BC
V6Z 2T1
Tel: (604) 642-5250
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ITEM 2 DATE OF MATERIAL CHANGE

May 7, 2002

ITEM 3 NEWS RELEASE

May 8, 2002 through the facilities of the TSX Venture Exchange.

ITEM 4 SUMMARY OF MATERIAL CHANGE

Executive Inn Inc., a wholly owned subsidiary of Executive Inn Group Corporation, has taken up 320,505 common shares of HARS Systems Inc. at a price of \$0.57 per share.

ITEM 5 FULL DESCRIPTION OF MATERIAL CHANGE

Executive Inn Inc. ("EII"), a wholly owned subsidiary of Executive Inn Group Corporation, (CDNX:EIG) has taken up 320,050 common shares of HARS Systems Inc. (HARS") at a price of \$0.57 per share pursuant to its formal bid to acquire all of the issued and outstanding common shares of HARS. With the acquisition, EII now owns a total of 6,659,297 common shares of HARS representing 32.1% of the total issued and outstanding common shares of HARS.

The 320,050 shares taken up by EII represent all of the shares which have been deposited pursuant to the bid to date. EII currently intends to take up any additional HARS shares deposited pursuant to its bid prior to 12:00 p.m. on May 24, 2002, the expiry time for the bid.

ITEM 6 RELIANCE ON SECTION 85(2) OF THE SECURITIES ACT (BC) AND

SECTION 118(2) OF THE SECURITIES ACT (ALBERTA)

N/A

ITEM 7 OMITTED INFORMATION

N/A

ITEM 8 SENIOR OFFICERS

Salim Sayani – Chief Executive Officer, Tel., 604-542-5252

Hanif Mawji - Chief Financial Officer, Tel. 604-542-5258

ITEM 9 STATEMENT OF SENIOR OFFICER

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

Dated at Vancouver, B.C. this 10th day of June, 2002.

“Hanif Mawji”

Hanif Mawji, Chief Financial Officer

IT IS AN OFFENCE UNDER THE SECURITIES ACT, THE SECURITIES REGULATION AND THE ALBERTA SECURITIES COMMISSION RULES FOR A PERSON OR COMPANY TO MAKE A STATEMENT IN A DOCUMENT REQUIRED TO BE FILED OR FURNISHED UNDER THE ACT OR THE REGULATIONS THAT, AT THE TIME AND IN THE LIGHT OF THE CIRCUMSTANCES UNDER WHICH IT IS MADE, IS A MISREPRESENTATION.