

**FORM 51-102F3
NATIONAL INSTRUMENT 51-102
MATERIAL CHANGE REPORT UNDER SECTION 7.1 OF NI 51-102**

FILED VIA SEDAR

Item 1. Name and Address of Company

Echo Energy Canada Inc. (the "Company")
Suite 1910, 777 Bay Street, Toronto Ontario, M5G 2C8

Item 2. Date of Material Change

Material changes took place on October 28, 2009.

Item 3. News Release

A news release dated October 28, 2009 with respect to the material changes referred to in this Report was issued in Toronto, Ontario, disseminated through Canadian News Wire, and SEDAR filed with the British Columbia, Alberta and Ontario Securities Commissions. A copy of this news release is attached to this Report as Schedule "A".

Item 4. Summary of Material Change

The material changes relate to cost sharing, staffing, delivery systems and financing, which changes are fully described in the Company's press release which is attached as Schedule "A" and incorporated herein.

Item 5. Full Description of Material Change

Full descriptions of the material changes are contained in the Company's press release which is attached as Schedule "A" and incorporated herein.

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

The report is not being filed in reliance on section 7.1(2) or (3) of National Instrument 51-102.

Item 7. Omitted Information

No information has been omitted.

Item 8. Executive Officer

Charles Edey, President

Item 9. Date of Report

October 29, 2009

News Release

Update on Corporate Developments regarding cost sharing, staffing, delivery systems and financing

PRESS RELEASE – FOR IMMEDIATE RELEASE

Echo Energy Canada Inc.
Listing: TSX Venture Exchange (“EEI.V”)
Issued Common Shares: 60,208,086

TORONTO, ONTARIO – OCTOBER 28, 2009: Echo Energy Canada Inc. (“Echo”) announced today that it is implementing significant cost savings measures in response to the recent declines in gas prices. The changes relating to cost sharing, staffing and delivery systems will help address financing issues and will improve liquidity and long term profitability.

Administrative Staffing

A reorganization of administrative staff has resulted in significant reductions in costs of overheads. Charles Edey, President, has reduced his time and salary by 2/3. The Chief Financial Officer, Peter Pistor, has resigned as CFO and has assumed the role of Controller on a part time basis. Brian Monrad, VP Finance and Administration, has reduced his time and salary by ½ and assumed the duties of Chief Financial Officer.

Cost sharing

Negotiations with Greentree Gas & Oil Ltd. regarding cost sharing and joint operations are proceeding well and are expected to result in significant reductions in the costs of operations.

Delivery Systems

The oversized compressor designed to handle 6 GJ/day of gas has been shut in. It was consuming over 10% of gas produced when handling less than 1 GJ/day. Arrangements have been made to deliver gas through the neighbouring Talisman pipeline over the next few months while we determine when to replace the oversized compressor with a 2 GJ/day compressor which will operate with a significantly lower parasitic load and lower costs. Net revenues should be maintained, as the lower volumes and prices while delivering through Talisman will be offset by reductions in parasitic load and compressor costs. Right-sizing the compressor will enhance long term profitability when the Company resumes deliveries through its own pipeline.

Financing

The changes relating to cost sharing, staffing and delivery systems have improved the prospects of obtaining new financing. The Company has made significant progress in arranging new financing through another financial institution, and the current debenture holder has indicated that they will allow another two months to enable alternate financing and further they will accept the payment of interest only while the negotiations with the new lender continue.

About Echo Energy Canada Inc.

Echo Energy Canada Inc. is a publicly traded energy company with revenue producing natural gas production operations near Port Burwell Ontario, Canada on the shores of Lake Erie.

For further information, please contact: Charles Edey, President, at 1-877 396-3540.
chuck@echoenergycanada.com <http://www.echoenergycanada.com>

Statements in this news release that are not historical facts, including statements about plans and expectations regarding properties, reserves, transactions and opportunities, capital resources and future financial results are forward-looking. Forward-looking statements involve risks and uncertainties, which may cause the Company's actual results in future periods to differ materially from those expressed. These uncertainties and risks include changing gas and commodity prices and currency exchange rates, demand for gas, lack of success of future exploration and development, competition and other factors discussed from time to time in the company's filings with the Ontario Securities Commission.

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this news release.