FORM 51-102F3
Material Change Report

1. Name and Address of Company:

Pioneering Technology Inc.
220 Britannia Road East
Mississauga, ON L4Z 1S6

2. Date of Material Change:

October 16, 2006

3. News Release:

October 16, 2006

4. Summary of Material Change:

Pioneering Technology Inc. (the "Corporation") announces that it intends to complete a private placement of up to 10,000,000 units at a price of $0.05 per unit (the "Private Placement"). Each unit (the "Units") will consist of one common share and one share purchase warrant (the "Warrants"), with each Warrant entitling the holder thereof to purchase one common share at a price of $0.10 per share for a period of two years. The Corporation intends to use the proceeds from the Private Placement to launch its new Safe-T-element™ product, commercialization of existing products and as general working capital.

5. Full Description of Material Change:

See press release attached as Schedule "A" hereto.

6. Reliance on Subsection 7.1(2) or (3) of National Instrument 51-102 *Continuous Disclosure Obligations*:

Not Applicable

7. Omitted Information:

Not Applicable

8. Executive Officer Knowledgeable of Material Change:

Kevin R. Callahan
220 Britannia Road East
Mississauga, ON L4Z 1S6
Telephone: (905) 712-2061

9. Date of Report:

October 16, 2006

SCHEDULE "A"

PIONEERING TECHNOLOGY INC.
220 Britannia Road East
Mississauga, ON L4Z 1S6

PIONEERING TECHNOLOGY INC. ANNOUNCES PROPOSED FINANCING

October 16, 2006

PIONEERING TECHNOLOGY INC. (the "**Corporation**") (TSX VENTURE: PIO) announces that it intends to complete a private placement of up to 10,000,000 units at a price of $0.05 per unit (the "Private Placement"). Each unit (the "Units") will consist of one common share and one share purchase warrant (the "Warrants"), with each Warrant entitling the holder thereof to purchase one common share at a price of $0.10 per share for a period of two years. The Corporation intends to use the proceeds from the Private Placement to launch its new Safe-T-element™ product, commercialization of existing products and as general working capital.

The Corporation has reserved a price of $0.05 per share for the up to 10,000,000 common shares to be issued pursuant to the Private Placement and a price of $0.10 per share for up to 10,000,000 common shares to be issued upon exercise of the Warrants. The Private Placement is subject to regulatory approval. Directors, officers and employees of the Corporation may purchase Units pursuant to the Private Placement.

For further information contact Kevin R. Callahan, the President and CEO of Corporation, at (905) 712-2061.

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

(Not for dissemination in the United States of America)