Form 51-102F3
Material Change Report

1. Name and Address of Company

Val Vista Energy Ltd.
950, 300 – 5th Avenue SW
Calgary, AB T2P 0L4

2. Date of Material Change

May 18, 2004

3. News Release

May 18, 2004 via CCN Matthews.

4. Summary of Material Change

Val Vista Energy Ltd. announced today that it is proposing to consolidate its common shares on a six for one basis (6:1).

5. Full Description of Material Change

Val Vista Energy Ltd. ("Val Vista" or "the Company") announced today that it is proposing to consolidate its common shares on a six for one basis (6:1). Upon the consolidation becoming effective the 97,148,144 issued and outstanding shares of the Corporation will be consolidated into approximately 16,191,357 common shares. The proposed consolidation will be tabled for approval by the shareholders of the Corporation at the annual and special meeting to be held on June 16, 2004. In addition to shareholder approval, the consolidation is subject to certain regulatory approvals, including final approval by the TSX Venture Exchange.

The board of directors of the Corporation believes that it is in the best interests of the Corporation and its shareholders to consolidate the Common Shares, as at this stage of the Corporation's development the proposed consolidation is expected to assist in future equity financing opportunities.

6. Reliance of subsection 7.1(2) or (3) of National Instrument 51-102

N/A

7. Omitted Information

N/A

8. Executive Officer

Lawrence Walter, Vice President of Finance and Chief Financial Officer
Tel: 403-264-9990

9. Date of Report

May 18, 2004