This is the form of a material change report required under section 85 (1) of the *Securities Act* and section 151 of the *Securities Rules*.

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

***Securities Act***

## MATERIAL CHANGE REPORT

**Item 1: Reporting Issuer**

State the full name and address of the principal office in Canada of the reporting issuer.

Diamonds North Resources Ltd.
1550, 409 Granville Street
Vancouver, B.C.
V6C 1T2

**Item 2: Date of Material Change**

State the date of the material change. September 18, 2002

**Item 3: Press Release**

State the date and place(s) of issuance of the press release issued under section 85 (1) of the Act.

September 18, 2002
Vancouver Stockwatch
Market News Publishing Inc.

**Item 4: Summary of Material Change**

Provide a brief but accurate summary of the nature and substance of the material change.

Diamonds North Resources Ltd. announced diamond counts from initial drilling on Blue Ice Project, Victoria Island.

**Item 5: Full Description of Material Change**

Supplement the summary required under Item 4 with the disclosure that should be sufficiently complete to enable a reader to appreciate the significance of the material change without reference to other material. Management is in the best position to determine what facts are significant and must disclose those facts in a meaningful manner. See also Item 7.

This description of the significant facts relating to the material change will therefore include some or all of the following: dates, parties, terms and conditions, description of any assets, liabilities or capital affected, purpose, financial or dollar values, reasons for the change, and a general comment on the probable impact on the reporting issuer or its subsidiaries. Specific financial forecasts would not normally be required to comply with this form.

The above list merely describes examples of some of the facts that may be significant. The list is not intended to be inclusive or exhaustive of the information required in any particular situation.

Reference is made to Item 4 above and to the Company's News Release #02-13, a copy of which is attached hereto as Schedule "B".

**Item 6: Reliance on section 85 (2) of the Act**

If the report is being filed on a confidential basis in reliance on section 85 (2) of the Act, state the reasons for that reliance.

Not applicable.

*Instruction:*

For continuing obligations regarding reports filed under this subsection, refer to section 85 (3) of the Act and Part 3.4 of the SEDAR Filer Manual.

**Item 7: Omitted Information**

In certain circumstances where a material change has occurred and a material change report has been or is about to be filed but section 85 (3) of the Act will no longer or will not be relied upon, a reporting issuer may nevertheless believe one or more significant facts otherwise required to be disclosed in the material change report should remain confidential and not be disclosed or not be disclosed in full detail in the material change report.

State whether any information has been omitted on this basis and provide the reasons for any omission in sufficient detail to permit the Commission to exercise its discretion under section 169 (4) of the Act.

The reasons for the omission may be contained in a separate letter filed in an envelope marked "Confidential – Attention: Supervisor, Financial Reporting ".

There is no material information which has been omitted from the report in reliance upon Section 85(3) of the Securities Act.

**Item 8: Senior Officers**

Give the name and business telephone number of a senior officer of the reporting issuer who is knowledgeable about the material change and the report or an officer through whom the Commission may contact that senior officer.

Contact: Mark Kolebaba
President
(604) 689-2010

**Item 9: Statement of Senior Officer**

Include a statement in the following form signed by a senior officer of the reporting issuer:

"The foregoing accurately discloses the material change referred to herein."

Also include the date and place of making the statement.

The foregoing accurately discloses the material change referred to herein.

DATED at the City of Vancouver, in the Province of British Columbia, this 26th day of September, 2002.

**DIAMONDS NORTH RESOURCES LTD.**

“MARK KOLEBABA”

Mark Kolebaba
President

cc: TSX Venture Exchange
Maynard Brown

SCHEDULE B

Date: September 18, 2002
TSX Venture Exchange: DDN
*Shares Issued: 10,001,033*
*News Release*
#02-13

## INITIAL SAMPLES YIELD HIGH DIAMOND COUNT FROM DIAMONDS NORTH'S BLUE ICE

**Vancouver, September 18** - Diamonds North Resources Ltd. (DDN) announced today very high diamond counts from initial drill intercepts on the 100% owned Blue Ice, Victoria Island project. A total of 118 diamonds were recovered from a 6.49 kilogram sample of kimberlite, including numerous stones measuring over one millimeter in size.

The three largest stones have the following three-dimensional measurements.

2.19 mm x 1.51 mm x 0.85 mm
1.94 mm x 1.31 mm x 0.69 mm
1.82 mm x 1.71 mm x 0.89 mm

A total of seven diamonds exceed one millimeter in two dimensions while twelve in total exceed one millimeter in one dimension. A further eleven stones exceed 0.5 millimeters in two dimensions. By including the twenty diamonds with one dimension exceeding 0.5 millimeters, the total number of macrodiamonds is 43.

"This is an exc iting result as it combines high diamond counts with a large number of one millimeter plus stones in such a small sample," stated Mark Kolebaba, Company President.

This first batch of results also included a 31.74 kilogram sample, which returned seventeen diamonds, four of which are macros with one dimension exceeding 0.5 millimeters.

Individual batch results will be received periodically and will be released after evaluation. All results are anticipated by year end.

Full square mesh sieving results and total carat weight of two samples are given in the Table below.

**Table of Diamond Sieve Sizes**

| Sand Piper Kimberlite | | |
|---|---|---|
| **Sample** | **BI-02-02** | **BI-02-03** |
| **Sample W** | **6.49 k** | **31.74 k** |
| **Diamon** | **Stones** | **Stone** |
| + 1.180 m | 2 | |
| + 0.850 m | 3 | |
| +0.600 m | 3 | |
| + 0.425 m | 8 | |
| + 0.300 m | 15 | 3 |
| +0.212 m | 25 | 3 |
| +0.150 m | 35 | 2 |
| +0.100 m | 27 | 9 |
| **TOTAL** | **118** | 17 |
| **Total Wt (ct)** | **0.109** | **0.002** |

All samples are derived from split BTW drill core measuring 4.15 centimeters (1.63 inches) diameter.

The above are partial results from the Sand Piper kimberlite. Samples BI-02-02-38 and BI-02-03-02 are derived from two Sand Piper holes drilled 75 metres apart. The first hole, drilled at the northern fringe of the ellipsoid body, intersected 4.1 metres of kimberlite between 36.2 metres and 40.3 metres in a -60° hole. The second hole, near the centre of the body, encountered 51.3 metres of kimberlite between 42.8metres and 94.2 metres also drilled at a -60° angle.

The above are the first diamond results from the company's 2002 drilling and sampling program. Good diamond results had been predicted by mantle derived kimberlite indicator minerals recovered from till samples in the area.

"The opportunity for substantial quantities of diamonds on the Blue Ice Project is now a real possibility. A very large linear kimberlite trend, named the Galaxy Structure, has now been identified. Galaxy is approximately 20 kilometres long and consists of a series of semi-continuous kimberlite dykes and pipe like bodies. This year's drilling has shown that the kimberlites are complex and, as yet, poorly understood, however, substantial volumes of kimberlites can be expected over this 20 kilometre trend. Our company believes the best targets are yet to be tested," Kolebaba said.

The Sand Piper kimberlite is situated near the southeast end of the Galaxy Structure in Nunavut. This year's Blue Ice drilling has tested only five of the numerous magnetic anomalies on the Nunavut side. Additionally, recent prospecting along the Galaxy Structure located outcroppings of kimberlite. Several hundred kilograms of kimberlite from three separate bodies have been collected and are being shipped to SGS Lakefield for diamond recovery.

Kimberlite samples were split and logged in secure facilities at the field camp. Samp le bags were put into sealed, solid containers and shipped by air to SGS Lakefield Research in Ontario. SGS Lakefield's standard caustic fusion diamond recovery method was utilized for all samples. SGS Lakefield is accredited by the Standards Council of Canada to the ISO/IEC Guide 25 standard for specific registered tests.

For full information on the Company's core handling protocol, are available on the company's website at www.diamondsnorthresources.com.

Diamonds North trades on the TSX Venture Exchange (Tier 1) under the symbol DDN.

Bernard H. Kahlert
Vice President Exploration

For further information, please contact:

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