

**Form 51-102F3**  
***Material Change Report***

**Item 1 Name and Address of Company**

State the full name of your company and the address of its principal office in Canada.

Cheyenne Energy Incorporated  
2940, 205 5<sup>th</sup> Avenue SW  
Calgary, Alberta  
T2P 2V7

**Item 2 Date of Material Change**

State the date of the material change.

October 14, 2005.

**Item 3 News Release**

State the date and method(s) of dissemination of the news release issued under section 7.1 of National Instrument 51-102.

The news release was issued at Calgary, Alberta on October 14, 2005 via CCN Matthews.

**Item 4 Summary of Material Change**

The Corporation announced that in the core area of Cessford, the Corporation has drilled and evaluated the 93% working interest developmental well. Further analysis did not yield economic rates of production, and the Corporation has decided to retain the well bore pending its conversion into a water disposal well (with EUB approval) for future operations in the area..

The company's 2005 capital program will drill two additional 100% working interest Glauconite natural gas wells at Camrose.

**Item 5 Full Description of Material Change**

The Corporation announced that in the core area of Cessford, the Corporation has drilled and evaluated the 93% working interest developmental well. The well's primary target was Viking natural gas and further analysis did not yield economic rates of production. The Corporation has decided to retain the well bore pending its conversion into a water disposal well (with EUB approval) for future operations in the area.

The Company's 2005 capital program will drill two additional 100% working interest Glauconite natural gas wells at Camrose.

The Corporation revised its guidance for 2005. Exit rate production for 2005 is estimated to be in the range of 560 to 650 boe/d, down from previous guidance of 750 boe/d. Capital expenditures for 2005 are estimated to be in excess of \$3,000,000.

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

If this Report is being filed on a confidential basis in reliance on subsection 7.1(2) or (3) of National Instrument 51-102, state the reasons for such reliance.

N/A

***INSTRUCTION***

*Refer to subsections 7.1 (4), (5), (6) and (7) of National Instrument 51-102 concerning continuing obligations in respect of reports filed under subsection 7.1(2) or (3) of National Instrument 51-102.*

**Item 7 Omitted Information**

State whether any information has been omitted on the basis that it is confidential information.

N/A

**Item 8 Executive Officer**

Give the name and business telephone number of an executive officer of your company who is knowledgeable about the material change and the Report, or the name of an officer through whom such executive officer may be contacted.

Tim Cooney  
(403)296-2590

**Item 9 Date of Report**

October 14, 2005.