

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

Item 1 Name and Address of Company

The Silver Recycling Company Inc. ("the Company")
501 – 321 Water Street, Vancouver, B.C., V6B 1B8

Item 2 Date of Material Change

March 26, 2007

Item 3 News Release

A press release concerning this material change was issued on March 26, 2007 through Market News and Stockwatch.

Item 4 Summary of Material Change

The issuer announces the exercise of approximately 1.85 million warrants for approximately \$200,000.

Item 5 Full Description of Material Change

The Silver Recycling Company Inc. (the "Company") is pleased to announce that it has received to date, approximately \$200,000 from the exercise of warrants issued as part of an equity financing that closed in April 2006. A total of 1.85 million warrants have been exercised and the Company anticipates further exercises as the price on the remaining warrants (about 2.2 million) will increase to \$0.16 per share on April 21, 2007.

Proceeds from the exercised warrants will be used for general corporate purposes, including supporting the Company's evaluation of a possible acquisition target as reported in our news release of February 14, 2007.

The Company has approximately 10.4 million common shares outstanding including those shares issued from the exercise of the above-noted 1.85 million warrants.

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

This Report is not being filed on a confidential basis.

Item 7 Omitted Information

None.

Item 8 Executive Officer

For further information, please contact Sidney Stern, CEO (604-408-0094 or 604-708-9075) of the Company.

Item 9 Date of Report

DATED this 26th day of March, 2007.