MATERIAL CHANGE REPORT

Section 75 of the Securities Act (Ontario)
Section 85 of the Securities Act (British Columbia)
Section 118 of the Securities Act (Alberta)

Item 1. Reporting Issuer

HMZ Metals Inc.
Suite 500 – 2 Toronto Street
Toronto, Ontario
M5C 2B6
Telephone: 416-214-3270 ext 226
Facsimile: 416-214-3276

Item 2. Date of Material Change

October 3, 2005

Item 3. Press Release

October 3, 2005

Item 4. Summary of Material Change

See attached press release

Item 5. Full Description of Material Change

See attached press release

Item 6. Reasons for Confidentiality

N/A

Item 7. Omitted Information

N/A

Item 8. Senior Officer
Inquiries in respect of the material change referred to herein may be made to:

Timothy Campbell
Vice - President
Suite 500 - 2 Toronto Street
Toronto, Ontario
M5C 2B6
Telephone: 416-214-3270 ext 226
Facsimile: 416-214-3276

Item 9. Statement of Senior Officer

The foregoing accurately discloses the material change referred to herein.

DATED at Toronto, Ontario the 3rd day of October, 2005

“Timothy Campbell”
Vice - President
HMZ Metals Inc.

HMZ Metals Provides Update on Late Filing of Financial Statements

TORONTO, CANADA/HECHI, CHINA, October 3, 2005 – HMZ Metals Inc. ("HMZ" or the "Company") today provided a status update on the preparation and filing of its financial statements for the three-month period ended June 30, 2005.

Management has not yet filed its financial statements for the second quarter due to a difference of opinion with its Chinese joint venture partner Hechi Industrial Co. Ltd. ("HI") as outlined in the press releases dated August 16, 2005, September 8, 2005 and September 22, 2005. There has been no material development regarding this matter since the press release dated September 22, 2005. Management expects to file its financial statements by mid-October.

Pending the filing of its interim financial statements, HMZ will satisfy the alternative information guidelines recommended by Ontario Securities Commission ("OSC") Policy 57-603 and Canadian Securities Administrators Staff Notice 57-301, pursuant to which HMZ will provide bi-weekly updates to the market regarding the preparation and filing of the financial statements until such time as HMZ is in compliance with its filing obligations.

The management cease trade order (MCTO) requested by the Company and issued by the OSC on August 24, 2005, remains in effect. The MCTO prohibits trading in the securities of HMZ by individuals who are or have been directors or officers of HMZ, and will be in effect until two days following the filing of the interim financial statements. The MCTO does not affect the ability of non-insiders to trade in the Company's securities.

Smelter Update

Production at the Company's Hechi copper smelter has now restarted. The Hechi smelter, now the largest in China's Guangxi province, is currently operating at 80% of its forecast expanded capacity of 10,000 tonnes of blister copper per year. Full capacity is expected to be achieved in the first quarter of 2006 with the installation of an oxygen plant.

About HMZ Metals

HMZ Metals Inc. is an integrated Toronto-based mining and smelting company focused on base metals and gold in China. The Company's core assets are the Hechi copper smelter; a 9% interest in the high-grade Gaofeng zinc, tin, lead, antimony mine; the Wuxu lead, zinc and antimony mill; and letters of intent on base metal and gold projects in the Guangxi Zhuang Autonomous Province of the People's Republic of China. HMZ shares trade on the Toronto Stock Exchange under the symbol HMZ.

For further information, please visit our website at www.hmzmetals.com, or contact:

Sean Stokes (416) 214-3270 ext 232

This press release includes certain "Forward-Looking Statements." All statements, other than statements of historical fact, included herein, including without limitation, statements regarding potential mineralization and reserves, exploration results and future plans and objectives of HMZ, are forward-looking statements that involve various risks and uncertainties. There can be no assurance that such statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ materially from HMZ's expectations are disclosed under the heading "Risk Factors" and elsewhere in HMZ documents filed from time-to-time with the Toronto Stock Exchange and other regulatory authorities.