

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

March 19, 2007

Item 3. Press Release

March 23, 2007

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 23rd day of March 2007

“Timothy Campbell”

Vice - President
HMZ Metals Inc.

HMZ provides Corporate Update, announces settlement proposal from former CEO

TORONTO, CANADA, March 23, 2007 – HMZ Metals Inc. (“HMZ” or the “Company”) provides its bi-weekly update pursuant to the Management Cease Trade Order announced April 18, 2006.

The Company continues with the preparation of its financial statements and previously announced legal and other initiatives regarding the Company's Chinese joint venture interest. Data review and preliminary negotiations associated with potential new projects is ongoing.

The Company also announced that it has received notice of a potential claim by its former Chief Executive Officer in the amount of approximately C\$500,000 relating to his ceasing to be an officer and director of HMZ. The Company will vigorously defend any action commenced by the former director and officer.

For more information visit www.hmzmetals.com or call Kerry Smith at 416-214-3270