

**FORM 51-102F3
MATERIAL CHANGE REPORT
UNDER NATIONAL INSTRUMENT 51-102**

1. Name and Address of Company

Garrison International Ltd.
65 Queen Street West, Suite 815
Toronto, Ontario
M5H 2M5

2. Date of Material Change

August 18, 2011

3. News Release

A news release was issued on August 18, 2011 through the facilities of Marketwire and subsequently filed on SEDAR.

4. Summary of Material Change

Garrison International Limited ("**Garrison**" or the "**Corporation**") has announced the acquisition of the Nallaa Prospect in central Mongolia.

5. Full Description of Material Change

The Corporation has announced the acquisition of the Nallaa Prospect in central Mongolia. The property covers an area of 73 km² in the Dundgobi Region of Central Mongolia, which is a known coal basin with additional possible uranium mineralization.

The property has been acquired through the acquisition of Dehroy Financial Advisory LLC ("Dehroy") a Mongolian company that holds the exploration license for the prospect. Dehroy was acquired for a transfer fee of USD \$17,000 plus an additional USD \$5,000 to cover costs and associated taxes.

The Nallaa Prospect sits within the thermal coal basin of the Dundgobi region, which hosts several major coal deposits (Huut >500Mt Coal). The license covers a large area of prospective coal stratigraphy and the Company will be conducting geophysics to determine the structural morphology of the basin.

Gamma-spectrometric readings of up to 500 mcr/h were recorded on the property in various strata against a background reading (outside the prospect) of 50-100 mcr/h. The conglomerate bed was traceable for 3km and reaches up to 4m in thickness, dipping 10-15 degrees to the north. The entire area examined was roughly 3km x 300m with readings between 200-300 mcr/h.

Tony Bainbridge of AusIMM is a qualified person under National Instrument 43-101 and he has reviewed the scientific and technical information in the release.

Forward-Looking Statements

All statements, other than statements of historical fact, in this material change report are forward-looking statements that involve various risks and uncertainties, including, without limitation, statements regarding the future plans and objectives of Garrison. There can be no assurance that such statements will prove to be accurate. Actual results and future events could differ materially from those anticipated in such statements. These and all subsequent written and oral forward-looking statements are based on the estimates and opinions of management on the dates they are made and are expressly qualified in their entirety by this notice. Garrison assumes no obligation to update forward-looking statements should circumstances or management's estimates or opinions change.

6. Reliance on Subsection 7.1(2) of National Instrument 51-102

Not applicable.

7. Omitted Information

Not applicable.

8. Executive Officer

Blair Krueger
President and Chief Executive Officer
(416) 861-5914

9. Date of Report

August 25, 2011