FORM 51-102F3
MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

Canstar Resources Inc.
Suite 2500
120 Adelaide Street West
Toronto, Ontario
M5H 1T1

Item 2 Date of Material Change

December 12, 2005

Item 3 News Release

The press release attached as Schedule A was released over Filing Services Canada on December 12, 2005.

Item 4 Summary of Material Change

The material change is described in the press release attached as Schedule A.

Item 5 Full Description of Material Change

The material change is described in the press release attached as Schedule A.

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

Not applicable.

Item 7 Omitted Information

Not applicable.

Item 8 Executive Officer

Harry J. Hodge
Chairman
Canstar Resources Inc.
416-363-4376

Item 9 Date of Report

December 12, 2005

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Schedule A

Press Release 20 - 2005
December 12, 2005

Canstar Exploration Update

Canstar Resources Inc. (TSX-V:ROX)("Canstar") (www.canstarresources.com) is pleased to announce the completion of detailed helicopter-borne magnetic and electromagnetic surveys over its wholly-owned Shrimp Lake and Tahoe Lake properties north of Red Lake, Ontario.

The Shrimp Lake property is underlain by an altered volcano-sedimentary assemblage, including fragmental volcanics and a coarse, sulphide-rich, cordierite-bearing unit interpreted to be a possible debris flow, and is considered to be highly prospective for volcanogenic massive sulphide (VMS) base metal mineralization. The Tahoe Lake property is underlain by altered felsic volcanics, including coarse-grained pyroclastics and deformed, grunerite-rich iron formations and is considered to be highly prospective for both VMS-related base metals and iron formation hosted gold mineralization.

A preliminary review of the data by Aeroquest Ltd., the geophysical contractor, indicates that several conductors, which appear to be non-formational in nature, have been identified. Further interpretation of the data is ongoing. Upon completion of the detailed interpretation, significant anomalies will be considered for diamond drill testing this summer.

Similarly, drill-ready targets on the Black River (IOCG) property in Nova Scotia and McFauld Lake (VMS) property in Ontario are scheduled to be tested when weather and drill availability **allow/permit**

Elsewhere, Canstar intends to further drill test the Slate Bay property in Red Lake to better define the size and attitude of the Cu-Au-Ag skarn mineralization intersected earlier this year (see Canstar Press Release No.19 dated November 8th, 2005). Canstar has vested a 75% interest in the Slate Bay property and has advised Luxor Explorations Inc., that it wishes to establish a joint venture to further explore and develop the property.

The Company remains confident that the status of the Mary March (VMS) property in Newfoundland will be resolved in its favour. The matter is now scheduled to be heard by the Court of Appeals of Newfoundland and Labrador as of January 23rd, 2006. A prompt ruling in its favour will allow Canstar to complete deep penetrating geophysical surveys over the proposed down plunge extension of the high grade Cu-Pb-Zn-Au-Ag mineralization under winter conditions.

Mr. Paul Chamois, Vice President - Exploration, PGeo., a Qualified Person under National Instrument 43-101, has reviewed and approved the technical information in this release.

Canstar announces that Mr. Harry J. Hodge, P.Eng., has been appointed President effective immediately upon the resignation of Kevin M. Keough, as President and director. At the upcoming meeting of shareholders to be held on December 15, 2005, the following existing directors will be nominated for re-appointment: Harry J. Hodge (Chairman), Patrick Reid, John Hurley, William Deluce and Paul Chamois. Canstar expresses gratitude to Mr. Keough who served as the President of Canstar and a predecessor for the past two years.

For further information please contact Mr. Paul Chamois, Vice-President Exploration, Canstar Resources Inc., Tel: (416) 363-4377, or Mr. Harry Hodge, Chairman & President, Tel: (416) 363-4376.