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FOR IMMEDIATE RELEASE: March 28, 2011

TSXV: KS

MATERIAL CHANGE REPORT

To: British Columbia Securities Commission
Alberta Securities Commission
TSX Venture Exchange

Item 1. Name and Address of Company – Klondike Silver Corp. , Suite 711 – 675 West Hastings Street, Vancouver, B.C., Canada V6B 1N2

Item 2. Date of Material Change – March 28, 2011

Item 3. News Release – News Release issued March 28, 2011, at Vancouver, BC.

Item 4. Summary of Material Change - Vancouver, BC – Klondike Silver Corp. (TSXV:KS) (the “Company”) is pleased to announce that shareholders of the Company and the TSX Venture Exchange (the “Exchange”) have approved the consolidation of the Company’s shares on a 1:20 basis. The Company will begin trading on a consolidated basis on March 29, 2011.

Item 5. Full Description of Material Change Vancouver, BC – Klondike Silver Corp. (TSXV:KS) (the “Company”) is pleased to announce that shareholders of the Company and the TSX Venture Exchange (the “Exchange”) have approved the consolidation of the Company’s shares on a 1:20 basis. The Company will begin trading on a consolidated basis on March 29, 2011.

CONSOLIDATION:

At the Company’s Special Meeting held on March 14, 2011 and adjourned to March 21, 2011, shareholders approved a consolidation of its share capital on the basis of one (1) new common share for every existing twenty (20) common shares (the “Consolidation”). Where the exchange resulted in a fractional share, the number of common shares will be rounded to the nearest whole common share. The Consolidation will enhance the marketability of the common share as an investment and facilitate additional financings to fund future operations. Shareholder and Exchange approval of the Consolidation has been received with the record date set as March 21, 2011. The Company will then have a total of 10,168,904 common shares issued and outstanding.

Item 6. Reliance on Section 7.1(2) or (3) of National Instrument 51-102 – Not applicable.

Item 7. Omitted Information – The undersigned is aware of no information of a material nature that has been omitted.

Item 8. Executive Officer – Mr. Alan Campbell, CFO of the Issuer, is knowledgeable about the material change and this report. He can be contacted at (604) 685-2222.

Item 9. Date of Report – Dated at Vancouver, British Columbia, this 23 day of March, 2011.