

Form 51-102F3
Material Change Report

MATERIAL CHANGE REPORT UNDER SECTION 7.1 OF NATIONAL INSTRUMENT 51-102

NOTE: WHERE THIS REPORT IS FILED ON A CONFIDENTIAL BASIS PUT AT THE BEGINNING OF THE REPORT IN BLOCK CAPITALS “CONFIDENTIAL”.

Item 1. Name and Address of Company

Unity Energy Corp. (the “Company”)
Suite 313-515 West Pender Street
Vancouver, B.C.
V6B 6H5

Item 2. Date of Material Change

July 27, 2016

Item 3. News Release

The news release was disseminated through TSX, BC Securities Commission, Alberta Securities Commission, Stockwatch and Market News.

Item 4. Summary of Material Change

Unity Energy Corp. (**UTY:TSX.V**) and (UJN2–Frankfurt) “**Unity**” or the “**Company**” is pleased to announce that it has received chemical analysis from its first pass drilling and sampling program on its 100% owned Miller’s Crossing Lithium Project in Esmeralda County, Nevada. The drilling was intended to follow up on positive surface sampling, which was carried out in April 2016 and confirmed presence of lithium in alluvial gravels and clays. A total of 7 holes were completed, generating 22 intersections of interest. All holes encountered brown clays as well as silty brown sands and grey fine to coarse-grained sand. In addition, two water samples were collected where the water table was encountered within the drill-hole as well as two anomalous salt samples at surface.

Item 5. Full Description of Material Change

Unity Energy Corp. (**UTY:TSX.V**) and (UJN2–Frankfurt) “**Unity**” or the “**Company**” is pleased to announce that it has received chemical analysis from its first pass drilling and sampling program on its 100% owned Miller’s Crossing Lithium Project in Esmeralda County, Nevada. The drilling was intended to follow up on positive surface sampling, which was carried out in April 2016 and confirmed presence of lithium in alluvial gravels and clays. A total of 7 holes were completed, generating 22 intersections of interest. All holes encountered brown clays as well as silty brown sands and grey fine to coarse-grained sand. In

addition, two water samples were collected where the water table was encountered within the drill-hole as well as two anomalous salt samples at surface.

The highest lithium values returned was 100ppm from a surface salt evaporate sample, while other anomalous values were as follows:

Sample Number	Sample Description	Source	Li (ppm)
MLH16-SLT-03	Salt	Surface Evaporate	100
MLH16-33-01	Sand and clay	Core	64
MLH16-36-01	Sand and clay	Core	57
MLH16-SLT-01	Salt	Surface Evaporate	48
MLH16-25-03	Sand and clay	Core	44

The deepest test hole reached a depth of approximately 8m and anomalous lithium values were detected throughout the near-surface sediment column.. The Company intends to follow up this reconnaissance drilling with a surface IP survey and, if warranted, to conduct deeper exploratory drilling to test brine water for lithium enrichment.

Regarding the completion of the drill program, CEO Ian Graham commented, "These are encouraging results which certainly justify further exploration in this emerging lithium camp. We are currently filing permit applications for the ground survey, which is expected to commence in the fall."

Samples were shipped to Western Environmental Testing Laboratory in Sparks, Nevada, which is an USEPA accredited independent laboratory. The samples were analyzed for lithium, potassium and boron, using Test Methods for Evaluation of Solid Waste, Physical/Chemical Methods (SW846), Third Edition. The laboratory used its own quality control and quality assurance protocols for sample analysis.

The technical contents of this news release have been prepared under the supervision of Dr. Peter Born, P. Geo. Dr. Born is a Qualified Person, as that term is defined in National Instrument 43-101, and has approved this news release.

For more information, contact the Company at 604-681-0004 or visit www.unityenergycorp.com

Item 6. Reliance on Section 7.1(2) or (3) of National Instrument 51-102

Nothing in this form is required to be maintained on a confidential basis.

Item 7. Omitted Information

Not applicable.

Item 8. Senior Officers

Ian Graham, CEO
Phone: (604) 681-0004

Item 9. Date of Report

Dated at Vancouver this 27th day of July, 2016.

By: Unity Energy Corp.

“Ian Graham”

Ian Graham, CEO