FORM 51-102F3

SECURITIES ACT

MATERIAL CHANGE REPORT

Item 1 Name and address of Company

Halio Energy Inc.
2300-1177 West Hastings Street
Vancouver BC V6E 2K3

Item 2 Date of Material Change

September 13, 2019

Item 3 Press Release

News Release, dated September 18, 2019, disseminated via Market News under section 7.1 of National Instrument 51-102

Item 4 Summary of Material Change

Effective September 13, 2019 the British Columbia Securities Commission has revoked the cease trade order issued December 4, 2017 against the Company. Also, effective September 13, 2019, a reciprocal revocation is effective in Alberta and Ontario.

Item 5 Full Description of Material Change

Effective September 13, 2019 the British Columbia Securities Commission has revoked the cease trade order issued December 4, 2017 against the Company. Also, effective September 13, 2019, a reciprocal revocation is effective in Alberta and Ontario.

The Company has filed audited financial statements for the years ended July 31, 2017, and 2018 and unaudited interim financial statements for the quarters ended October 31, 2018 and January 31, 2019 and has met its continuous disclosure obligations.

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

Not applicable.

Item 7 Omitted Information

Not applicable.

Item 8 Executive Officer

Charles Ross, CFO of the Issuer, is knowledgeable about the material change and this report. His business telephone number is (604) 638-5625

Item 9 Date of Report

September 18, 2019

"Charles Ross"
Director

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News Release

Halio Energy Inc. Announces Revocation of Cease Trade Order

Vancouver, British Columbia, September 18, 2019 – Halio Energy Inc. ("The Company") (NEX: HOIL.H) is pleased to announce that effective September 13, 2019 the British Columbia Securities Commission has revoked the cease trade order issued December 4, 2017 against the Company. Also, effective September 13, 2019, a reciprocal revocation is effective in Alberta and Ontario.

The Company has filed audited financial statements for the years ended July 31, 2017, and 2018 and unaudited interim financial statements for the quarters ended October 31, 2018 and January 31, 2019 and has met its continuous disclosure obligations.

The Company is currently inactive and is listed on the TSX Venture Exchange NEX Exchange. The Company is considering possible business opportunities, but no formal business plans have been settled.

This news release contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These statements are not historical facts and are subject to risks and uncertainties which could cause actual results and the timing of certain events to differ materially from those set forth in or implied herein including, without limitation, risks associated with oil and gas exploration, development and production operations and other risks, uncertainties and other factors that are beyond the control of the Company.

ON BEHALF OF THE BOARD OF DIRECTORS
OF HALIO ENERGY INC.

Per: Charles Ross, Director

For further information, please contact:
Halio Energy Inc.
Telephone: 604-638-5625

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.