

FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1: Name and Address of Reporting Issuer

ALABAMA GRAPHITE CORP. (the "Company")
Suite 804 – 750 West Pender Street
Vancouver, BC V6C 2T7

Item 2: Date of Material Change

February 20, 2013.

Item 3: News Release

A news release was issued and disseminated on February 20, 2013 through TheNewsWire and filed on SEDAR at www.sedar.com.

Item 4: Summary of Material Changes

The Company is pleased to report initial assay results from the 2012 sonic drill program at the Coosa Graphite Project, Alabama. Initial drilling at the Coosa Project consisted exclusively of diamond core drilling. To improve recoveries through the upper weathered and unconsolidated oxidized zone, two sonic drills were mobilized to the project site in mid-November by Major Drilling. In addition to pre-collaring the holes through the oxidized zone, the Company also re-drilled the upper portions of previous holes. A total of 1,618.5 feet (493.3 meters) were drilled in 45 sonic holes. Processing of these holes began in January, 2013 following discussions with Scott E. Wilson Consulting (now called Metal Mining Consultants, Inc.) regarding QA/QC protocols. Samples were logged and sampled at the Company's facility in Sylacauga and shipped to ALS Minerals in Elko, NV, for analysis. The samples were analyzed for graphitic carbon (Cg) by the LECO method

Item 5: Full Description of Material Change

Please see the news release attached as Schedule "A" hereto, for a full description of the material change.

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

Note applicable.

Item 7: Omitted Information

None.

Item 8: Executive Officer

For further information, please contact:

Dan Spine, President & CEO
Tel: 404.661.6254

Item 9: Date of Report

February 20, 2013.

Schedule "A"

Alabama Graphite Corp. Releases First Results from Sonic Drilling Program

February 20, 2013 – Sylacauga, Alabama - Alabama Graphite Corp. (the "Company") ([CNSX:ALP](#)) is pleased to report initial assay results from the 2012 sonic drill program at the Coosa Graphite Project, Alabama.

Initial drilling at the Coosa Project consisted exclusively of diamond core drilling. To improve recoveries through the upper weathered and unconsolidated oxidized zone, two sonic drills were mobilized to the project site in mid-November by Major Drilling. In addition to pre-collaring the holes through the oxidized zone, the Company also re-drilled the upper portions of previous holes. A total of 1,618.5 feet (493.3 meters) were drilled in 45 sonic holes. Processing of these holes began in January, 2013 following discussions with Scott E. Wilson Consulting (now called Metal Mining Consultants, Inc.) regarding QA/QC protocols. Samples were logged and sampled at the Company's facility in Sylacauga and shipped to ALS Minerals in Elko, NV, for analysis. The samples were analyzed for graphitic carbon (Cg) by the LECO method.

"A unique attribute to the Alabama Graphite Schist is its past production from the oxidized zones at surface," comments CEO Dan Spine. "We employed the sonic rigs in November to optimize our recoveries in this zone. These are the first assays received from this program. These are excellent results. We can identify graphite-bearing rock from surface in all these holes and show continuity with the graphitic layer already processed in the rock beneath."

Below is a table summarizing the results from the initial sonic holes:

Drill Hole	Area	Depth ft. (m)	From:	To: ft' (m)	Width ft' (m)	Cg%
AGC-I01S	Resource Grid	40' (12.19m)	0'	40' (12.19m)	40' (12.19m)	2.09
AGC-I02S	Resource Grid	30' (9.14m)	0'	30' (9.14m)	30' (9.14m)	2.26
AGC-I03S	Resource Grid	60' (18.29m)	0'	60' (18.29m)	60' (18.29m)	2.56
AGC-I04S	Resource Grid	20' (6.1m)	0'	20' (6.1m)	20' (6.1m)	2.34
AGC-I05S	Resource Grid	15' (4.57m)	0'	15' (4.57m)	15' (4.57m)	1.11
AGC-I06S	Resource Grid	10' (3.05m)	0'	10' (3.05m)	10' (3.05m)	1.31
AGC-I07S	Resource Grid	23' (7.01m)	0'	23' (7.01m)	23' (7.01m)	1.56

A map showing the resource grid and drill holes locations can be found on the Company website at <http://alabamagraphite.co>. Dana Durgin, P.Geo., a Qualified Person as defined by National Instrument 43-101 and independent consultant to the Company, has reviewed the contents of this press release.

About Alabama Graphite:

Alabama Graphite Corp., through its wholly-owned subsidiary, Alabama Graphite Company Inc., is a graphite exploration and development company whose flagship project "The Coosa Graphite Project" in Coosa County, Alabama encompasses over 40,000 acres located in an area with significant historical production of crystalline flake graphite. For further details go to www.alabamagraphite.co

ALABAMA GRAPHITE CORP.

Daniel Spine, CEO

(404) 661-6254

Danny Gravelle, Investor Relations

(949) 481-5396

ir@alabamagraphite.co

THE CANADIAN NATIONAL STOCK EXCHANGE HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THE CONTENT OF THIS NEWS RELEASE.