FORM 51-102F3
MATERIAL CHANGE REPORT

ITEM 1 – NAME AND ADDRESS OF COMPANY

Galena International Resources Inc. (the "Company")
Suite 1020 – 625 Howe Street
Vancouver, BC, V6C 2T6

ITEM 2 – DATE OF MATERIAL CHANGE

June 24, 2016

ITEM 3 – NEWS RELEASE

The Company issued a new release relating to the material changes on June 27, 2016 which was disseminated through Marketwire and filed on SEDAR with the securities commissions of British Columbia, Alberta and Ontario.

ITEM 4 – SUMMARY OF MATERIAL CHANGE

The Company announced the appointment of Mark N. J. Ashcroft as President, CEO and a Director and a proposed private placement of up to 13,000,000 units for aggregate proceeds of up to $650,000.

ITEM 5 – FULL DESCRIPTION OF MATERIAL CHANGE

Appointment of President and CEO

The Company announced that Mr. Mark N. J. Ashcroft, P. Eng. has been appointed President and Chief Executive Officer of the Company, effective June 24, 2016. Mr. Ashcroft has also been appointed as a Director of the Company.

Mr. Ashcroft is a mining engineer with more than 25 years of management, operations, technical and capital markets experience in the mining and resource industries. Most recently he was the President and CEO of Stonegate Agricom. Under his leadership, the company raised over $100 million of equity, completed an initial public offering on the TSX, and advanced its flagship project from first drill hole to a positive bankable feasibility study in 27 months. Prior to Stonegate, Mr. Ashcroft was an investment banker for nine years and was involved in over $2 billion of debt and equity financings. Mr. Ashcroft holds a Bachelor of Engineering Degree from Laurentian University and earned his Master of Science Degree in Finance from the University of Reading.

Proposed Private Placement

The Company also announced that it intends to complete a non-brokered private placement ("the Private Placement") of up to 13,000,000 units ("Units") of the Company at a price of C$0.05 per Unit, for gross proceeds of up to C$650,000. Each Unit will consist of one common share of the Company ("Common Share") and one-whole Common Share purchase warrant ("Warrant"). Each full Warrant will entitle the holder to acquire one Common Share at an exercise price of C$0.10 for a period of 24 months from the closing date of the Private Placement.

Proceeds from the Private Placement will be used to fund a search for further exploration and development opportunities and for general working capital purposes. All securities issued in connection with the Private Placement will be subject to a four month hold period, in accordance with securities regulations.

Final closing is expected to occur in July 2016, subject to receipt of final applicable regulatory approvals, including approval of the TSX Venture Exchange.

ITEM 6 – RELIANCE ON SUBSECTION 7.1(2) OF NATIONAL INSTRUMENT 51-102

Not applicable.

ITEM 7 – OMITTED INFORMATION

No significant information has been omitted from this form on the basis that it is confidential information.

ITEM 8 – EXECUTIVE OFFICER

The following executive officer of the Company is knowledgeable about the material change and this Report:

Randy Turner, Chairman – Telephone: (604) 687-6644

ITEM 9 – DATE OF REPORT

July 4, 2016