BC FORM 51-102F3

MATERIAL CHANGE REPORT

UNDER SUBSECTION 7.1(1) OF NATIONAL INSTRUMENT 51-102

Item 1 Name and Address of Company

Sierra Iron Ore Corp. (the "Issuer")
13236 Cliffstone Court, Lake Country, BC V4V 2R1

Item 2 Date of Material Change

December 23, 2015

Item 3 News Release

Date of dissemination – December 23, 2015
Method of dissemination - SEDAR, Stockwatch, Market News Publishing Inc., Kitco, Company website

Item 4 Summary of Material Change

The Issuer announced that it has closed the non-brokered private placement previously announced on December 8, 2015. The Issuer has issued 400,000 units for gross proceeds of $160,000. Each unit consists of one common share issued at $0.40 per share and one-half common share purchase warrant. Each whole share purchase warrant may be exercised by the holder to purchase one additional common share at a price of $0.40 for 24-months from closing. All securities issued will be subject to a four-month hold period expiring April 23, 2016.

Item 5 Full Description of Material Change

See attached news release dated December 23, 2015.

Item 6 Reliance on Section 7.1(2) OR (3) Of National Instrument 51-102

The Company is not relying on subsection 7.1(2) or (3) of National Instrument 51-102.

Item 7 Omitted Information

There is no omitted information.

Item 8 Senior Officers

Wally Boguski, a director of the Company, is knowledgeable about the material change and this report. His business telephone no. is: (623) 251-4443.

Item 9 Dated the 23rd day of December, 2015.

"Wally Boguski"
Wally Boguski, Director

NEWS RELEASE

December 23, 2015 **Symbol:-TSX-V:NAA**

SIERRA CLOSES PRIVATE PLACEMENT

Vancouver, BC – SIERRA IRON ORE CORPORATION (the "Company") is pleased to announce that it has closed the non-brokered private placement previously announced on December 8, 2015. The Company has issued 400,000 units ("Units") for gross proceeds of $160,000. Each Unit consists of one common share issued at $0.40 per share, and one-half common share purchase warrant (each whole share purchase warrant being a "Warrant"). Each Warrant may be exercised by the holder to purchase an additional common share at a price of $0.55 for 24-months from closing.

The proceeds of this private placement will be used to advance exploration activities at the Emerald Lake property and for general working capital.

No finder's fees were paid.

All securities issued will be subject to a four-month hold period expiring April 23, 2016.

On behalf of The Board of Directors of Sierra Iron Ore Corporation.

Wally Boguski,
President & CEO

This news release contains certain forward looking statements which involve known and unknown risks, delays, and uncertainties not under the control of Sierra Iron Ore Corporation which may cause actual results, performance or achievements of Sierra Iron Ore Corporation to be materially different from the results, performance or expectation implied by these forward looking statements.

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