FORM 51-102F3

MATERIAL CHANGE REPORT

1. Name and Address of Company

XL-ID Solutions Inc. (formerly known as Excellium Inc.)(the **Company**)
114 Riverside Drive
Shediac, New Brunswick
E4P 2P3

2. Date of Material Change

January 3, 2014.

3. News Release

A press release describing the material change was issued via the Market Wired news service on January 10, 2014. A copy of the press release is also available on SEDAR at www.sedar.com under the Company's profile.

4. Summary of Material Change

On January 3, 2014, the Company announced that it has submitted a proposal to its creditors under the *Bankruptcy and Insolvency Act* (Canada) ("**BIA**").

5.1 Full Description of Material Change

The Company announced that it has submitted a proposal to its creditors under the BIA. The proposal was made further to the filing by the Company with the Office of the Superintendent of Bankruptcy of a notice of intention to submit a proposal to its creditors pursuant to the BIA, which was announced on December 4, 2013.

Under the terms of the proposal, an amount of $275,000 will be made available to Raymond Chabot Inc., as Trustee, for distribution to creditors in the manner set forth in the proposal, less an amount not to exceed $75,000 to cover fees and expenses of the proposal. The proposal also provides for the reorganization of the Company's share capital pursuant to which its outstanding common shares will be cancelled for no consideration and the Company's majority shareholder and only secured creditor, General Financial Corporation, will be the sole shareholder. Following these steps, the Company will be delisted from the TSX Venture Exchange and will apply to cease to be a reporting issuer.

The proposal is subject to approval by the statutory majority of the Company's creditors under the BIA at a meeting scheduled to be held on or about January 24, 2014. Provided it receives the requisite approval from its creditors, the Company will seek a final order from the Superior Court of Quebec approving the proposal shortly thereafter.

5.2 Disclosure for Restructuring Transactions

Not applicable.

6. Reliance on subsection 7.1(2) of National Instrument 51-102

Not applicable.

7. Omitted Information

Not applicable.

8. Executive Officer

The name and business number of the officer of the Company through whom an executive officer who is knowledgeable of the material change and this report may be contacted is:

Claude Roussin
Vice President, Administration and Acting CFO
(514) 798-8899

9. Date of Report

January 13, 2014.