

51-102F3
MATERIAL CHANGE REPORT

ITEM 1 NAME AND ADDRESS OF COMPANY

IDM Mining Ltd. (“IDM” or the “Company”)
Suite 1500, 409 Granville Street
Vancouver, B.C.
V6C 1T2

ITEM 2 DATE OF MATERIAL CHANGE

July 4, 2017.

ITEM 3 NEWS RELEASE

A news release was disseminated on July 4, 2017

ITEM 4 SUMMARY OF MATERIAL CHANGE

The Company announces assays for 17 underground core holes for the 2017 season at Red Mountain gold project.

ITEM 5.1 FULL DESCRIPTION OF MATERIAL CHANGE

The Company announced assays for 17 underground core holes for the 2017 season at the Red Mountain gold project (“Red Mountain” or the “Project”), located 15 km east of Stewart, BC. To-date, 50 underground drill holes have been completed as part of the ongoing 2017 drilling program.

Additionally, to follow-up on successful drill results to-date, IDM’s board of directors has approved a second phase of underground and surface drilling of 10,000 meters at Red Mountain, increasing the 2017 program to 18,000 meters of drilling.

The drill results are primarily resource expansion holes, testing down and up dip from current reserves, as well as two holes to the north along strike from the current mine reserve. Highlights include:

- **U17-1232: 7.00 meters true width at 6.00 g/t Au and 16.78 g/t Ag; AV Zone step-out**
- **U17-1234: 97.0 meters drilled length at 1.24 Au including 6.00 meters of 6.27 g/t Au; AV Zone step-out approximately 200m down-dip of current reserve**
- **U17-1243: 14.0 meters true width at 5.37 g/t Au and 14.19 g/t Ag; AV Zone infill**
- **U17-1245: 8.60 meters true width at 12.33 g/t Au and 70.90 g/t Ag; JW Zone step-out**
- **U17-1252: 4.00 meters true width at 3.77 g/t Au and 13.03 g/t Ag; SF Zone step-out, 150 meters north of current reserve**

AV Zone

Drill holes U17-1234, 1236, 1237 and 1239 are exploration holes, targeting approximately 150 to 250 meters down-dip from the current mine reserve. These holes are testing the connection between historic intercepts in the 132 and 141 Zones and AV Zone. Multiple mineralized zones exhibit a gentle, westerly dip, and with higher grades typified by massive and disseminated coarse-grained pyrite mineralization. Wide zones of gold mineralization were encountered, including 97 meters averaging 1.24 g/t Au, including 6.0 meters averaging 6.27 g/t Au in U17-1234. Additionally, systematic down-dip step-out holes are ongoing, such as U17-1241 which encountered a true width of 4.50 meters of 5.93 g/t Au and 25.90 g/t Ag, and U17-1232, which hit 7.00 meters true width of 6.00 g/t Au and 16.78 g/t Ag. One infill hole was completed, where U17-1243 intersected 14.00 meters true width of 5.37 g/t Au and 14.19 g/t Ag.

JW Zone

U17-1245 was a 25 meter up-dip step-out from the current reserve, intersecting 12.33 g/t Au and 70.90 g/t Ag. Down-dip holes including U17-1240, 1242 and 1244 continued to intersect the mineralized structure, with current and future drilling continuing to step-out, exploring for higher grade and wider areas along the mineralized horizon.

SF Zone

The SF Zone is located along strike to the north of current reserves. Despite high-grade, historic drilling over a wide area, there are currently no resources in this area. The SF zone is interpreted to be the fault extension of the reserves within the JW Zone to the south. Significantly, Drill hole U17-1252 hit the mineralized horizon 150 meters along strike from current reserves. This hole returned 4.0 meters true width averaging 3.77 g/t Au and 13.03 g/t Ag, with pyrite mineralization occurring along a sediment-intrusive contact, surrounded by a pyrrhotite/sphalerite halo. This is the typical mineralization style of reserves and resources at Red Mountain.

Complete Drill Results are as follows:

Hole-ID	Section	From (m)	To (m)	Length (m)	True Width*	Au (g/t)	Ag (g/t)
U17-1232	1425N	127.00	134.00	7.00	7.00	6.00	16.78
U17-1234	1425N	253.00	350.00	97.00		1.24	0.30
<i>including</i>		339.00	345.00	6.00		6.27	0.55
U17-1235	1500N	103.00	105.00	2.00	2.00	3.71	5.72
U17-1236	1500N	150.00	151.00	1.00	1.00	5.79	59.80

		209.00	242.00	33.00	10.00	1.35	0.49
U17-1237	1450N	210.00	212.00	2.00	2.00	4.25	2.49
U17-1238	1525N	175.70	176.20	0.50	0.50	5.05	7.64
U17-1239	1450N	231.00	253.00	22.00		0.97	0.65
<i>and</i>		279.00	300.00	21.00		1.17	2.21
U17-1240	1550N	104.50	105.50	1.00	1.00	4.53	0.98
U17-1241	1450N	45.00	49.50	4.50	4.50	5.93	25.90
U17-1242	1550N	165.50	172.78	7.28	7.28	2.61	5.28
U17-1243	1475N	103.00	117.00	14.00	14.00	5.37	14.19
<i>including</i>		105.00	106.00	1.00	1.00	25.00	52.50
U17-1244	1575N	139.00	140.00	1.00	1.00	3.73	0.99
U17-1245	1575N	159.40	168.00	8.60	8.60	12.33	70.90
<i>including</i>		159.40	161.00	1.60	1.60	43.25	13.93
U17-1246	1450N	123.00	124.00	1.00	1.00	3.77	1.05
U17-1249	1775N	<i>No significant intercepts</i>					
U17-1250	1700N	208.00	210.00	2.00	2.00	8.55	0.94
U17-1252	1775N	329.00	330.00	1.00	1.00	4.69	0.90
		449.00	453.00	4.00	4.00	3.77	13.03

*When blank, true width is not known

Drill hole collar information and location maps, core photos along with sample cross sections can be viewed at www.idmmining.com.

ITEM 5.2 DISCLOSURE FOR RESTRUCTURING TRANSACTIONS

Not applicable.

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

Not applicable.

ITEM 7 OMITTED INFORMATION

Not applicable.

ITEM 8 EXECUTIVE OFFICER

For further information contact Robert McLeod at (604) 484-7855.

ITEM 9 DATE OF REPORT

This report is dated July 4, 2017.