MATERIAL CHANGE REPORT

ITEM 1 Name and Address of Company:

White Canyon Uranium Limited (the "**Company**" or "**White Canyon**")
181 Roberts Road
Subiaco, Western Australia
6008

ITEM 2 Date of Material Change:

July 16, 2010

ITEM 3 News Release:

July 16, 2010

ITEM 4 Summary of Material Change:

Convertible Note Funding Agreement has been signed for $US 2.5 million

ITEM 5 Full Description of Material Change:

See new release dated July 16, 2010 attached hereto as Schedule "A".

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

The report is not being filed on a confidential basis in reliance on subsection 7.1(2) or (3) of National Instrument 51-102.

ITEM 7 Omitted Information:

No significant information has been omitted.

ITEM 8 Executive Officer:

Director Greg Burns

ITEM 9 Date of Report:

July 19, 2010

SCHEDULE "A"

White Canyon Signs Convertible Note Funding Agreement for $US 2.5 Million

VANCOUVER, BRITISH COLUMBIA--(Marketwire - July 16, 2010) - US-focused uranium production company White Canyon Uranium Limited **(TSX VENTURE:WU)(ASX:WCU)** ("White Canyon" or "the Company") is pleased to announce that it has negotiated a secured convertible note funding agreement ("Agreement") for $US 2.5 million with Mrs Man Ying Lulu Yu, a Hong Kong based investor.

The terms of the Agreement provide for US$ 500,000 to be advanced to the company on a monthly basis up to the full facility of US$2.5 million. The interest rate on the notes is 8% per annum payable on maturity. The notes mature on 31 December 2010 and can be converted or repaid on that date at the noteholder's discretion. The notes may also be converted, in part or full, at the noteholder's discretion prior to the maturity date. The conversion price is AUD$10.75 cents per ordinary share. The Company will not require shareholder approval to issue any conversion shares, as this can be done in its 15% placement capacity under Listing Rule 7.1.

While any notes are outstanding, the noteholder may appoint a person to the White Canyon board. Any such director must resign on full repayment of the notes. The Agreement also provides the noteholder with a right of first refusal to provide secured debt funding to the Company while any notes are outstanding.

The Agreement is subject to the prior acceptance for filing of the TSX Venture Exchange. The first tranche of US$ 500,000 will be drawn down immediately once such acceptance is obtained. The loan is secured over the assets of the Company that are located in San Juan County, Utah.

The Company will use the loan funds to progress its mining operations in Utah. This represents a significant step forward for the Company as it will assist it to continue mining to produce the required tonnage for milling at which time the Company is expected to be elevated to the ranks of producer and marketer of uranium.

Yours faithfully

Lew Cross, Chairman

ACN 115 453 962

For more information, please contact

White Canyon Uranium Limited
+61 8 9385 0400
+61 8 9385 4400 (FAX)
wcu@whitecanyonuranium.com.au