

FORM 51-102F3

MATERIAL CHANGE REPORT

1. **Name and Address of Company:**

Aurora Spine Corporation (the "Company")
1920 Palomar Point Way
Carlsbad, California 92008

2. **Date of Material Change:**

December 19, 2013.

3. **News Release:**

A news release disclosing the material change was issued on December 19, 2013 through the facilities of Marketwired and was filed with the applicable securities regulatory authorities via SEDAR on such date.

4. **Summary of Material Change:**

On December 19, 2013, the Company announced the first surgical implant of the Company's ZIP ULTRA™ Minimally Invasive Interspinous Implant in Germany.

5. **Full Description of the Material Change:**

On December 19, 2013, the Company announced the first surgical implant of the Company's ZIP ULTRA™ Minimally Invasive Interspinous Implant in Germany.

The procedure was performed by Professor Dr. Pfieffer at Kliniken des landkreises lorrach in Southwest Germany.

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

Not applicable.

7. **Omitted Information:**

Not applicable.

8. **Executive Officer:**

For further information, please contact Trent Northcutt, Chief Executive Officer, at (951) 312-2566.

9. **Date of Report:**

December 24, 2013.