

**FORM 51-102F3  
MATERIAL CHANGE REPORT**

**1. Name and Address of Company**

Madalena Energy Inc. (the "**Company**")  
c/o 1600, 333 -7th Avenue SW  
Calgary, Alberta  
T2P 2Z1

**2. Date of Material Change**

September 27, 2017

**3. News Release**

A news release concerning the subject matter of this material change report was disseminated through the facilities of Globe Newswire on September 27, 2017.

**4. Summary of Material Change**

On September 27, 2017, the Company announced the resignation of KPMG LLP as auditor of the Company and the appointment of Ernst & Young LLP of Calgary, Alberta as auditor for the Company effective September 27, 2017 until the close of the next annual general meeting of the shareholders of the Company.

**5. Full Description of Material Change**

**5.1 Full Description of Material Change**

On September 27, 2017, the Company announced the resignation of KPMG LLP (the "Former Auditor") as auditor of the Company and the appointment of Ernst & Young LLP (the "Successor Auditor") of Calgary, Alberta as auditor for the Company effective September 27, 2017 until the close of the next annual general meeting of the shareholders of the Company.

There were no reservations in the Former Auditor's reports in connection with the financial statements of the Company since the Former Auditor's appointment; and any periods subsequent for which an audit report was issued and preceding the effective date of expiry of the Former Auditor's term of office.

The Company confirms that there have been no reportable events as defined in the National Instrument 51-102 and, in its opinion, there are no reportable events pending.

The Company and the Board of Directors would like to extend their thanks to KPMG LLP for their auditing services to date.

**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**

Jose David Penafiel  
Chief Executive Officer  
Madalena Energy Inc.  
Phone: (403) 262-1901

**9. Date of Report**

October 2, 2017