FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1 Name and address of the Company

Defiance Silver Corp.
Suite 2900-550 Burrard Street
Vancouver, BC V6C 0A3

Item 2 Date of material change

June 22, 2022

Item 3 News release

The press release was issued on June 24, 2022 through Newsfile Corp.

Item 4 Summary of material change

Defiance Silver Corp. ("Defiance" or the "Company") announced on June 24, 2022 that it has become aware that certain mineral concessions concerning its Tepal Project have been illegally and fraudulently transferred to a third party individual without the Company's knowledge or consent.

Item 5 Full description of material change

Defiance announces that it has become aware that certain mineral concessions concerning its Tepal Project have been illegally and fraudulently transferred to a third party individual without the Company's knowledge or consent. These concessions are the property of Defiance and have consistently been kept in good standing by the Company, with all obligations and filings under applicable laws being systematically completed.

The Company has made the Mining Bureau in Mexico City aware of the situation and is pursuing all legal avenues, with Mexican and Canadian counsel, to restore its rightful claim to the concessions.

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

N/A

Item 7 Omitted Information

None

Item 8 Executive Officer

Sherry Roberge, Chief Financial Officer
Tel: (604) 839-5958

Item 9 Date of Report

July 3, 2022