

FORM 51-102F3
MATERIAL CHANGE REPORT

1. Name and Address of Company

Adex Mining Inc. (the “**Company**”)
36 Toronto Street
Suite 850
Toronto ON M5C 2C5

2. Date of Material Change

August 28, 2023

3. News Release

A press release of the Company disclosing the material change was released on August 28, 2023.

4. Summary of Material Change

The Company announced that it had entered into respective amending agreements (the “**Amending Agreements**”) with Great Harvest Canadian Investment Company Limited (“**Great Harvest**”) to extend the maturity date of: (i) its existing 2016 unsecured loan of up to US\$1,000,000 (the “**2016 Loan**”), available to the Company pursuant to a loan agreement with Great Harvest dated July 14, 2016, as amended on July 13, 2017, December 31, 2017, December 31, 2018 and April 27, 2020; (ii) its existing 2018 unsecured loan of up to US\$600,000 (the “**2018 Loan**”), available to the company pursuant to a loan agreement with Great Harvest dated January 18, 2018, as amended on December 31, 2018 and April 27, 2020; (iii) its existing 2019 unsecured loan of up to US\$600,000 (the “**2019 Loan**”), available to the Company pursuant to a loan agreement with Great Harvest dated March 4, 2019, as amended on March 5, 2020; (iv) its existing 2020 unsecured loan of up to US\$600,000 (the “**2020 Loan**”), available to the Company pursuant to a loan agreement with Great Harvest dated April 27, 2020, as amended on April 26, 2021; and (v) its existing 2021 unsecured loan of up to US\$1,000,000 (the “**2021 Loan**”), available to the Company pursuant to a loan agreement with Great Harvest dated September 30, 2021.

The 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan may each be drawn in multiple installments, of which all US\$1,000,000 under the 2016 Loan, all US\$600,000 under the 2018 Loan, all US\$600,000 under the 2019 Loan, all US\$600,000 under the 2020 Loan and US\$898,000 under the 2021 Loan were drawn as of August 28, 2023.

The 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan (each, as amended) were repayable on August 31, 2023, without any deduction or withholding. Pursuant to the Amending Agreements, the outstanding installments drawn on the 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan will now all be repayable on January 1, 2025 (the “**Amended Loans**”). Outstanding amounts under the Amended Loans will continue to accrue interest at a rate of 8% per annum, with the accrued interest to be paid at the time of the repayment of the Amended Loans.

5. Full Description of Material Change

The material change is fully described in the Company's press release which is attached as Schedule A and is incorporated herein.

The following supplementary information is provided in accordance with Section 5.2 of Multilateral Instrument 61-101 – *Protection of Minority Security Holders in Special Transactions* (“MI 61-101”).

(a) a description of the transaction and its material terms:

The Company announced that it had entered into the Amending Agreements with Great Harvest to extend the maturity date of the 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan to January 1, 2025. Terms of the 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan are unchanged but for the extension of the maturity date.

(b) the purpose and business reasons for the transaction:

Extending the maturity of the 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan is required to give the Company additional time to assess strategic options for improving its balance sheet.

(c) the anticipated effect of the transaction on the issuer's business and affairs:

The Amended Loans will continue to assist the Company in improving its balance sheet.

(d) a description of:

(i) the interest in the transaction of every interested party and of the related parties and associated entities of the interested parties:

Great Harvest, the lender, beneficially owns, directly or indirectly, or exercises control or direction over, 554,468,276 common shares of the Company (“Common Shares”), representing approximately 81.88% of the issued and outstanding Common Shares. Great Harvest is controlled by Yan Kim Po and Linda Lam Kwan, both directors of the Company.

(ii) the anticipated effect of the transaction on the percentage of securities of the issuer, or of an affiliated entity of the issuer, beneficially owned or controlled by each person or company referred to in subparagraph (i) for which there would be a material change in that percentage:

Not applicable.

(e) unless this information will be included in another disclosure document for the transaction, a discussion of the review and approval process adopted by the board of directors and the special committee, if any, of the issuer for the transaction, including a discussion of any materially contrary view or abstention by a director and any material disagreement between the board and the special committee:

A resolution was passed by the board of directors of the Company approving the Amending Agreements and extension of the maturity date of the 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan. Yan Kim Po, Linda Lam Kwan and Pierre Wing Kin Sze, each a director of the Company, declared their conflict of interest given their relationship to Great Harvest, and they did not vote on the resolution of the board of directors of the Company, with only the two other independent directors (the “**Independent Directors**”) voting on such resolution. The Amending Agreements were signed effective August 28, 2023 by the Company and Great Harvest.

- (f) A summary in accordance with section 6.5 of MI 61-101, of the formal valuation, if any, obtained for the transaction, unless the formal valuation is included in its entirety in the material change report or will be included in its entirety in another disclosure document for the transaction:**

Not applicable.

- (g) disclosure, in accordance with section 6.8 of MI 61-101, of every prior valuation in respect of the issuer that relates to the subject matter of or is otherwise relevant to the transaction:**

- (i) that has been made in the 24 months before the date of the material change report:**

Not applicable.

- (ii) the existence of which is known, after reasonable enquiry, to the issuer or to any director or officer of the issuer:**

Not applicable.

- (h) the general nature and material terms of any agreement entered into by the issuer, or a related party of the issuer, with an interested party or a joint actor with an interested party, in connection with the transaction:**

Not applicable.

- (i) disclosure of the formal valuation and minority approval exemptions, if any, on which the issuer is relying under sections 5.5 and 5.7 of MI 61-101 respectively, and the facts supporting reliance on the exemptions:**

The amendments to the terms of the 2016 Loan, 2018 Loan, 2019 Loan, 2020 Loan and 2021 Loan each constitute a “related party transaction” of the Company under MI 61-101. The Company is relying on the exemption from the minority shareholder approval requirement of MI 61-101 based on the fact that the Amended Loans each comprise a loan or credit facility obtained on reasonable commercial terms that are not less advantageous to the Company than if the loan or credit facility were obtained from a person dealing at arm's length with the Company, the Amended Loans are not convertible into equity or voting securities of the Company or a subsidiary of the Company and the Amended Loans are not repayable as to principal or interest in equity or voting securities of the Company or a subsidiary of the Company, (Section 5.7(1)(f) of MI 61-101). As the Amended Loans are not a type of transaction covered by items (a) through (g) of the

definition of “related party transaction” under MI 61-101, they are not subject to the formal valuation requirements of MI 61-101.

As this Material Change Report is being filed less than 21 days before the effectiveness of the Amending Agreements, there is a requirement under MI 61-101 to explain why the shorter period was reasonable or necessary in the circumstances. In the view of the Independent Directors, on behalf of the Company, such shorter period was reasonable and necessary in the circumstances.

6. Disclosure for Restructuring Transactions

Not applicable.

7. Reliance on subsection 7.1(2) of National Instrument 51-102

The report is not being filed on a confidential basis.

8. Omitted Information.

No significant facts have been omitted from this Material Change Report.

9. Executive Officer.

For further information, contact Linda Lam Kwan, Chief Executive Officer of the Company at 1-647-243-8452.

10. Date of Report.

This report is dated August 28, 2023.

SCHEDULE A

ADEX MINING ANNOUNCES AMENDMENTS TO EXISTING LOAN ARRANGEMENTS WITH GREAT HARVEST

Toronto, Ontario – August 28, 2023 – Adex Mining Inc. (“Adex” or the “Company”) (TSX-V: ADE) announces today that it has entered into agreements with Great Harvest Canadian Investment Company Limited (“Great Harvest”), Adex's largest shareholder, to extend the maturity of the July 2016, January 2018, March 2019, April 2020 and September 2021 loan agreements between Adex and Great Harvest, as amended (the “Loans”) to January 1, 2025.

The 2016 Loan was made available to Adex pursuant to a loan agreement with Great Harvest dated July 14, 2016, as amended on July 13, 2017, December 31, 2017, December 31, 2018 and April 27, 2020 and advances of up to US\$1,000,000 were most recently due to mature on August 31, 2023. The 2016 Loan, of which all US\$1,000,000 has been drawn, bears interest at 8% per annum and the loan agreement entitles the Company to effect repayment of amounts drawn under the 2016 Loan at any time prior to maturity, without penalty. Accrued and unpaid interest on the 2016 Loan totaled US\$527,689 as of August 28, 2023.

The 2018 Loan was made available to Adex pursuant to a loan agreement with Great Harvest dated January 18, 2018, as amended on December 31, 2018 and April 27, 2020 and advances of up to US\$600,000 were most recently due to mature on August 31, 2023. The 2018 Loan, of which all US\$600,000 has been drawn, bears interest at 8% per annum and the loan agreement entitles the Company to effect repayment of amounts drawn under the Loan at any time prior to maturity, without penalty. Accrued and unpaid interest on the 2018 Loan totaled US\$255,811 as of August 28, 2023.

The 2019 Loan was made available to Adex pursuant to a loan agreement with Great Harvest dated March 4, 2019, as amended on March 5, 2020, and advances of up to US\$600,000 were most recently due to mature on August 31, 2023. The 2019 Loan, of which all US\$600,000 has been drawn, bears interest at 8% per annum and the loan agreement entitles the Company to effect repayment of amounts drawn under the Loan at any time prior to maturity, without penalty. Accrued and unpaid interest on the 2019 Loan totaled US\$191,933 as of August 28, 2023.

The 2020 Loan was made available to Adex pursuant to a loan agreement with Great Harvest dated April 27, 2020, as amended on April 26, 2021, and advances of up to US\$600,000 were most recently due to mature on August 31, 2023. The 2020 Loan, of which all US\$600,000 has been drawn, bears interest at 8% per annum and the loan agreement entitles the Company to effect repayment of amounts drawn under the Loan at any time prior to maturity, without penalty. Accrued and unpaid interest on the 2020 Loan totaled US\$118,172 as of August 28, 2023.

The 2021 Loan was initially made available to Adex pursuant to a loan agreement with Great Harvest dated September 30, 2021, and advances of up to US\$1,000,000 under the Loan were originally due to mature on August 31, 2023. The 2021 Loan, of which US\$898,000 has been drawn, bears interest at 8% per annum and the loan agreement entitles the Company to effect repayment of amounts drawn under the Loan at any time prior to maturity, without penalty. Accrued and unpaid interest on the 2021 Loan totaled US\$69,174 as of August 28, 2023.

Total amounts drawn under the Loans, together with all accrued and unpaid interest thereon, totaled US\$4,860,779 as of August 28, 2023. Copies of the amendments to the 2016, 2018, 2019, 2020 and 2021 Loan agreements may be found on the Company’s SEDAR profile at www.sedar.com.

Great Harvest beneficially owns, directly or indirectly, or exercises control or direction over, 554,468,276 common shares (“**Common Shares**”) of Adex, representing approximately 81.88% of the issued and outstanding Common Shares. Great Harvest is controlled by Yan Kim Po and Linda Lam Kwan, both directors of the Company, and is a "related party" of the Company within the meaning of Multilateral Instrument 61-101 *Protection of Minority Security Holders in Special Transactions* (“**MI 61-101**”). As such, the extension to the respective maturity dates of the Loans constitutes a "related party transaction" within the meaning of MI 61-101. The Company is relying on an exemption from the minority approval requirement that applies to related party transactions, which exemption is available to the Company as: (i) the amended Loans each comprise a loan or credit facility obtained on reasonable commercial terms that are not less advantageous to the Company than if the loan or credit facility were obtained from a person dealing at arm's length with the Company; (ii) none of the amended Loans is convertible into equity or voting securities of the Company or a subsidiary of the Company; and (iii) none of the amended Loans is repayable as to principal or interest in equity or voting securities of the Company or a subsidiary of the Company.

The respective amending agreements extending the maturity date of each of the Loans has been reviewed and approved by a special committee (the “**Special Committee**”) comprised of members of the Board who are independent of Great Harvest and are not members of management of the Company. Each of Yan Kim Po, Linda Lam Kwan and Pierre Wing Kin Sze, all directors of the Company who are associated with Great Harvest, abstained from voting with respect to the amendments to the Loans. The Special Committee determined that it is in the best interests of the Company to extend the maturity dates of the Loans and have determined that it is reasonable for the extension to be effected fewer than 21 days from the date of the announcement thereof.

ABOUT ADEX

Adex Mining Inc. is a Canadian junior mining company with an experienced management team. The Company is focused on developing its flagship Mount Pleasant Mine Property, a multi-metal project that is host to promising tungsten-molybdenum and tin-indium-zinc mineralization. Located in Charlotte County, New Brunswick, the Mount Pleasant Mine Property is 80 kilometers south of Fredericton, the provincial capital, and 65 kilometers from the United States border. The common shares of Adex trade on the TSX Venture Exchange under the stock symbol “ADE”.

FOR FURTHER INFORMATION, PLEASE CONTACT:

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No securities commission or regulatory authority has approved or disapproved the contents of this press release. Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

FORWARD-LOOKING STATEMENTS

Certain statements in this press release may constitute “forward-looking” statements which involve known and unknown risks, uncertainties and other factors which may cause actual results, performance or achievements of Adex, its subsidiary or the industry in which they operate to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. When used in this press release, the words “estimate”, “believe”, “anticipate”, “intend”, “expect”, “plan”, “may”, “should”, “will”, the negative thereof or other variations thereon or comparable terminology are intended to identify forward-looking statements. Such statements reflect the current expectations of the management of Adex with respect to future events based on currently available information and are subject to risks and uncertainties that could cause actual results, performance or achievements to differ materially from those expressed or implied by those forward-looking statements. These risks and uncertainties are detailed from time to time, including, without limitation, under the heading “Risk Factors”, in reports filed by Adex with the Alberta, British Columbia, Ontario, New Brunswick and Nova Scotia Securities Commissions which are available at www.sedar.com and to which readers of this press release are referred for additional information concerning Adex, its prospects and the risks and uncertainties relating to Adex and its prospects. New risk factors may arise from time to time and it is not possible for management to predict all of those risk factors or the extent to which any factor or combination of factors may cause actual results, performance and achievements of Adex to be materially different from those contained in forward-looking statements. Although the forward-looking statements contained in this press release are based upon what management believes to be reasonable assumptions, Adex cannot assure investors that actual results will be consistent with these forward-looking statements. Given these risks and uncertainties, investors should not place undue reliance on forward-looking statements as a prediction of actual results. The forward-looking information contained in this press release is current only as of the date of the press release. Adex does not undertake or assume any obligation to release publicly any revisions to these forward-looking statements to reflect events or circumstances after the date hereof or to reflect the occurrence of unanticipated events, except as required by law.