

FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

1911 Gold Corporation (the "**Corporation**")
400 Burrard Street, Suite 1050
Vancouver, British Columbia V6C 3A6

Item 2 Date of Material Change

December 30, 2021

Item 3 News Release

A news release with respect to the material change referred to in this report was issued by the Corporation through Cision on December 30, 2021 and a copy was subsequently filed under the Corporation's profile on the System for Electronic Document Analysis and Retrieval (SEDAR) at www.sedar.com.

Item 4 Summary of Material Change

On December 30, 2021, the Corporation closed an "upsized" brokered private placement of 20,500,000 common shares in the capital of the Corporation that will qualify as "flow-through shares" within the meaning of subsection 66(15) of the *Income Tax Act* (Canada) (collectively, the "**Flow-Through Shares**") for aggregate gross proceeds of \$8,000,000 (the "**Offering**"). The Flow-Through Shares were issued in two tranches, with tranche one consisting of 6,000,000 Flow-Through Shares (the "**Premium FT Shares**") issued to purchasers resident in Manitoba at a price of \$0.56 per Premium FT Share for aggregate gross proceeds of \$3,360,000 and tranche two consisting of 14,500,000 Flow-Through Shares (the "**National FT Shares**") issued to purchasers resident in Canada at a price of \$0.32 per National FT Share for aggregate gross proceeds of \$4,640,000.

Item 5 Full Description of Material Change

5.1 Full Description of Material Change

On December 30, 2021, the Corporation closed an "upsized" brokered private placement of 20,500,000 for aggregate gross proceeds of \$8,000,000. The Flow-Through Shares were issued in two tranches with tranche one consisting of 6,000,000 Premium FT Shares issued to purchasers resident in Manitoba at a price of \$0.56 per Premium FT Share for aggregate gross proceeds of \$3,360,000 and tranche two consisting of 14,500,000 National FT Shares issued to purchasers resident in Canada at a price of \$0.32 per National FT Share for aggregate gross proceeds of \$4,640,000.

Canaccord Genuity Corp. acted as the sole placement agent (the "**Agent**") in connection with the Offering, pursuant to the terms of an agency agreement dated December 30, 2021. In consideration for their services, the Agents received a cash commission

of \$84,900 and 555,429 common shares of the Company. The Company also issued 737,813 non-transferable broker warrants to the Agent ("**Broker Warrants**"), with each Broker Warrant exercisable to acquire one common share of the Company at an exercise price of \$0.35 per share until June 30, 2023.

The gross proceeds from the sale of the Flow-Through Shares will be used by the Company to incur eligible "Canadian exploration expenses" (as defined in the Income Tax Act (Canada)) that will qualify as "flow-through mining expenditures" (as defined in the Income Tax Act (Canada) and, in respect of the Premium FT Shares, subsection 11.7(1) of The Income Tax Act (Manitoba)) (the "**Qualifying Expenditures**") related to the Company's projects in Manitoba. All Qualifying Expenditures will be renounced in favour of the subscribers of the Flow-Through Shares effective December 31, 2021.

The Offering was made by way of private placement in Canada pursuant to applicable exemptions from the prospectus requirements under applicable Canadian securities laws. The securities issued under the Offering are subject to a hold period under applicable Canadian securities laws which will expire on May 1, 2022. The Offering is subject to final acceptance of the TSX Venture Exchange.

Multilateral Instrument 61-101

Certain directors and officers of the Company (the "**Insiders**"), subscribed for 171,875 National FT Shares, collectively, under the Offering on the same terms as arm's length investors. The participation of each of the Insiders in the Offering constitutes a "related party transaction" for the purposes of Multilateral Instrument 61-101 - *Protection of Minority Security Holders in Special Transactions* ("**MI 61-101**"). The Company is exempt from the requirements to obtain a formal valuation or minority shareholder approval in connection with the Offering in reliance on sections 5.5(b) and 5.7(1)(a), respectively, of MI 61-101, as no securities of the Company are listed or quoted on the specified markets and the fair market value of the securities issued to the Insiders exceeds 25% of the Company's market capitalization as calculated in accordance with MI 61-101. The Corporation did not file a material change report more than 21 days before the expected closing date of the Offering as the aforementioned insider participation had not been confirmed at that time and the Corporation wished to close the Offering as expeditiously as possible.

A special committee was not established in connection with the Offering. The Offering was approved by the board of directors of the Corporation pursuant to a resolution consented to in writing in accordance with the provisions of the *Business Corporations Act* (British Columbia). No materially contrary view was expressed or made by any director who voted on the resolution.

5.2 Disclosure for Restructuring Transactions

Not applicable.

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

Not applicable.

Item 7 Omitted Information

No information has been omitted from this report on the basis that it is confidential information.

Item 8 Executive Officer

The following executive officer of the Corporation is knowledgeable about the material change and this report and may be contacted as follows:

Shaun Heinrichs
Chief Financial Officer
Telephone: (604) 674-1293

Item 9 Date of Report

December 31, 2021