

Form 51 – 102F3

Material Change Report

1. **Name and Address of Company**

Canada Silver Cobalt Works Inc.
3028 Quadra Court
Coquitlam, British Columbia
V3B 5X6

2. **Date of Material Change**

July 31, 2020.

3. **News Release**

Canada Silver Cobalt Works Inc. (“**Canada Silver Cobalt**”) issued a news release with respect to the material change described herein via Cision on July 31, 2020.

4. **Summary of Material Change**

Canada Silver Cobalt has completed the acquisition of the assets of Polymet Resources Inc. (“**Polymet**”), including an assay laboratory and bulk sampling plant located in Cobalt, Ontario. The asset acquisition was effected through Temiskaming Testing Laboratories Inc., a wholly-owned subsidiary of Canada Silver Cobalt.

5. **Full Description of Material Change**

5.1 **Full Description of Material Change**

Canada Silver Cobalt has completed the acquisition of the assets of Polymet, including an assay laboratory and bulk sampling plant located in Cobalt, Ontario. The asset acquisition was effected through Temiskaming Testing Laboratories Inc., a wholly-owned subsidiary of Canada Silver Cobalt.

In payment for the assets, Canada Silver Cobalt issued 690,409 shares to Polymet at a deemed price of \$0.45 per share, for total deemed consideration of approximately \$311,000. Canada Silver Cobalt also assumed outstanding liabilities of Polymet in an amount of approximately \$339,000. Each of the shares was accompanied by one common share purchase warrant. Each warrant entitles Polymet to acquire one additional common share of Canada Silver Cobalt at a price of \$0.50 for a period of two years. The shares and warrants are subject to a four-month hold period in accordance with applicable securities regulations and the policies of the TSX Venture Exchange.

5.2 Disclosure for Restructuring Transactions

Not applicable.

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

Not applicable.

7. Omitted Information

Not applicable.

8. Executive Officer

The executive officer who can answer questions regarding this report is Mr. Frank Basa, Chief Executive Officer of Canada Silver Cobalt. Mr. Basa can be reached at (416) 625-2342.

9. Date of Report

August 6, 2020.