

FORM 51-102F3
MATERIAL CHANGE REPORT

Item 1: Name and Address of Company

Lundin Gold Inc. (“Lundin Gold” or the “Company”)
Suite 2000 – 885 West Georgia
Street Vancouver, BC V6C 3E8
Telephone Number: (604) 689-7842

Item 2: Date of Material Change

July 9, 2018

Item 3: News Release

A news release announcing the material change was issued on July 9, 2018 through CNW Group Ltd. and a copy was subsequently filed on SEDAR.

Item 4: Summary of Material Change

The Company announced that it has closed its US\$350 million senior secured finance debt facility.

Item 5: Full Description of Material Change

Lundin Gold announced that it has signed a senior secured project finance debt facility of US\$350 million with a syndicate of seven senior lenders to fund the development and construction of its 100% owned Fruta del Norte gold project in Ecuador.

Lundin Gold announced that the syndicate of lenders includes ING Capital LLC, Societe Generale, Caterpillar Financial Services Limited, the Bank of Nova Scotia, Natixis, KfW IPEX-Bank GmbH and the Bank of Montreal. The facility includes two tranches: Tranche A (US\$250 million), and Tranche B (US\$100 million) with an 8-year term for both facilities. The initial drawdown is not expected to occur until Q1 2019.

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

Not applicable.

Item 7: Omitted Information

Not applicable.

Item 8: Executive Officer

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

Ron Hochstein, President and Chief Executive
Officer Telephone: 604-689-7842

Item 9: Date of Report

This Material Change Report is dated as of July 18, 2018.

Caution Regarding Forward-Looking Information and Statements

Certain of the information and statements in material change report are considered “forward-looking information” or “forward-looking statements” as those terms are defined under Canadian securities laws (collectively referred to as “forward-looking statements”). Any statements that express or involve discussions with respect to predictions, expectations, beliefs, plans, projections, objectives, assumptions or future events or performance (often, but not always, identified by words or phrases such as “believes”, “anticipates”, “expects”, “is expected”, “scheduled”, “estimates”, “pending”, “intends”, “plans”, “forecasts”, “targets”, or “hopes”, or variations of such words and phrases or statements that certain actions, events or results “may”, “could”, “would”, “will”, “should” “might”, “will be taken”, or “occur” and similar expressions) are not statements of historical fact and may be forward-looking statements.

By their nature, forward-looking statements and information involve assumptions, inherent risks and uncertainties, many of which are difficult to predict, and are usually beyond the control of management, that could cause actual results to be materially different from those expressed by these forward-looking statements and information. Lundin Gold believes that the expectations reflected in this forward-looking information are reasonable, but no assurance can be given that these expectations will prove to be correct. Forward-looking information should not be unduly relied upon. This information speaks only as of the date of this material change report, and the Company will not necessarily update this information, unless required to do so by securities laws.

This material change report contains forward-looking information in a number of places, such as in statements pertaining to: the anticipated timing of production, the timing of drawdowns and the ability of the Company to satisfy the conditions precedent to the Facility including the establishment of a cost overrun facility.

Lundin Gold's actual results could differ materially from those anticipated. Management has identified the following risk factors which could have a material impact on the Company or the trading price of its shares: the ability to arrange financing and the risk to shareholders of dilution from future equity financings; risks related to carrying on business in an emerging market such as possible government instability and civil turmoil and economic instability; volatility in the price of gold; the timely receipt of regulatory approvals, permits and licenses; risks associated with the performance of the Company's contractors; risks inherent in the development of an underground mine; deficient or vulnerable title to mining concessions and surface rights; shortages of resources, such as labour, and the dependence on key personnel; risks associated with the Company's community relationships; unreliable infrastructure and local opposition to mining; volatility in the market price of the Company's shares; uncertainty with the tax regime in Ecuador; measures required to protect endangered species; difficulty complying with changing government regulations and policies, including without limitation, compliance with environment, health and safety regulations, and the cost of compliance or failure to comply with applicable laws; exploration and development risks; the accuracy of the Mineral Reserve and Resource estimates for FDN and the Company's reliance on one project; liabilities; the Company's lack of operating history in Ecuador; illegal mining; uncertainty as to reclamation and decommissioning; adverse global economic conditions; risks associated with the Company's information systems; the inadequacy of insurance; risks of bribery or corruption; the potential for litigation; limits of disclosure and internal controls; and the potential influence of the Company's largest shareholders.

There can be no assurance that such statements will prove to be accurate, as Lundin Gold's actual results and future events could differ materially from those anticipated in this forward-looking information as a result of the factors discussed in the "Risk Factors" section in Lundin Gold's Annual Information Form dated March 20, 2018, which is available under the Company's profile at www.sedar.com.