FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. Name and Address of Company

BALMORAL RESOURCES LTD. (the "Issuer")
2300-1177 West Hastings Street
Vancouver, BC V6E 2K3

Item 2. Date of Material Change

October 15, 2015

Item 3. News Release

The date of the news release issued pursuant to section 7.1 of National Instrument 51-102 with respect to the material change disclosed in this report is October 15, 2015. The news release was issued in Vancouver, British Columbia through Marketwired and filed via SEDAR.

Item 4. Summary of Material Change

Balmoral announced that it is proceeding with a non-brokered private placement (the "Offering") to raise gross proceeds of up to $4,500,000 through the issuance of up to 6,000,000 flow-through shares (the "Flow-Through Shares") of the Company priced at $0.75 per Flow-Through Share.

Closing of the Offering is anticipated to occur on or about October 28, 2015, subject to receipt of regulatory approvals, including the acceptance of the Offering by the Toronto Stock Exchange ("TSX"). The Flow-Through Shares will be subject to a four month and one day hold period from the date of closing of the Offering under applicable securities laws in Canada.

The Company may pay a finders' fee of up to 6.0% of the gross proceeds of the Offering. No warrants are being issued in conjunction with the Offering.

Item 5. Full Description of Material Change

See News Release dated October 15, 2015.

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

Not applicable.

Item 7. Omitted Information

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

Item 8. Executive Officer

The following Executive officer of the Issuer is knowledgeable about the material change disclosed in this report. Darin Wagner, President & CEO; Business Telephone No.: (604) 638-3664.

Item 9. Date of Report

October 15, 2015