This is the form of material change report required under Section 85(1) of the Securities Act.

BC FORM 51-102F3 (formerly Form 53-901F)

Securities Act

MATERIAL CHANGE REPORT UNDER SECTION 85(1) OF THE ACT

Item 1. <u>Reporting Issuer</u>

Cryptanite Blockchain Technologies Corp. Suite 2050, 1055 West Georgia St. PO Box 11121, Royal Centre Vancouver, BC V6E 3P3

Item 2. Date of Material Change

December 13, 2018

Item 3. Press Release

December 13, 2018 at Vancouver, BC Canada.

Item 4. Summary of Material Change

Cryptanite Blockchain Technologies Corp. confirmed its registration with the United States Treasury Departments as a money services business (an "MSB") in the Money Transmitter subcategory under Bank Secrecy Act regulations, which are administered by the U.S. FinCEN (Financial Crimes Enforcement Network).

Item 5. Full Description of Material Change

Please see attached press release.

Item 6. Reliance on Section 85(2) of the Act

N/A

Item 7. Omitted Information

None

Item 8. <u>Senior Officers/Directors</u>

The following senior officers/directors of the Issuer are knowledgeable about the material change and may be contacted by the Commission at the address and telephone number:

Praveen Varshney Director Suite 2050 – 1055 West Georgia St. Vancouver, BC, V6E 3P3 (604) 684-2181 Ravinder Kang Chief Financial Officer Suite 2050 – 1055 West Georgia St. Vancouver, BC V6E 3P3 (604) 684-2181

Item 9. <u>Statement of Senior Officer/Director</u>

The foregoing accurately discloses the material change referred to herein.

Dated this 13th Day of December, 2018.

"Praveen Varshney"

Praveen Varshney Name

Director Position / Title

Vancouver, B.C. Place of Declaration



Cryptanite receives MSB status in the United States

VANCOUVER, British Columbia and ST. JULIAN'S, Malta (December 13, 2018) — <u>Cryptanite</u> <u>Blockchain Technologies Corp</u>. (CSE: NITE, OTCQB: CRBTF, FRA: 98AA) announced that, on December 13, 2018, Cryptanite Ltd, a wholly-owned subsidiary of Cryptanite Blockchain Technologies Corp., confirmed its registration with the United States Treasury Departments as a money services business (an "MSB") in the Money Transmitter subcategory under Bank Secrecy Act regulations, which are administered by the U.S. FinCEN (Financial Crimes Enforcement Network).

The MSB status allows Cryptanite to transmit funds on behalf of customers in the United States in compliance with U.S. Treasury Regulations and, in particular, requirements of the Financial Crimes Enforcement Network (FinCEN). Since 2014, FinCEN has extended the application of the MSB requirements to virtual currencies. Therefore, the MSB status applies to both fiat and cryptocurrency payments transmitted via Cryptanite.

Cryptanite's MSB registration underlines its commitment, which is consistent with its status as a public company, to operate its businesses in a fully-regulated, legally-compliant and transparent manner and to preventing fraud and money laundering in the cryptocurrency space. Further, all users of Cryptanite must undergo Know Your Customer (KYC) and Anti-Money Laundering (AML) checks at the initial sign up stage, before trading on the Cryptanite platform.

Attaining the MSB registration represents an opportunity for further growth of Cryptanite's U.S. business, building on its achievement of some significant milestones over recent months. These accomplishments include the establishment of a new subsidiary office in Malta, as well as the introduction of innovative new products such as their cryptocurrency ETF-style bundles and their Twitter sentiment analysis tool, among others.

With the MSB registration, Cryptanite is now pleased to offer its range of decentralized portfolio management tools to traders and investors throughout the U.S. Using the Cryptanite platform, customers have access to a wide range of top-performing cryptocurrencies. Retail and institutional customers can be confident that their digital assets are held within a secure and compliant blockchain-based ecosystem, with access to cutting-edge tools that help in making informed investment decisions.

About Cryptanite Blockchain Technologies Corp.

Cryptanite Blockchain Technologies Corp. (CSE: NITE) (OTCQB: CRBTF) (FRA: 98AA) harnesses blockchain technology to provide secure, real-time peer-to-peer payment systems. Cryptanite's growing product line includes web and mobile apps, including credit and debit products for fiat and cryptocurrency markets. Cryptanite is based in Colorado's Front Range. For more information, visit <u>www.cryptanite.com</u>.

ON BEHALF OF THE BOARD of DIRECTORS

CRYPTANITE BLOCKCHAIN TECHNOLOGIES CORP.

"Keith Turner" Keith Turner President

To contact Cryptanite:

Via their website: <u>Cryptanite.com</u> Via phone: +1-303-997-1114 Via email: <u>support@cryptanite.com</u>

The CSE does not accept responsibility for the adequacy or accuracy of this release.

Forward-Looking Statements

This news release contains certain forward-looking information and forward-looking statements within the meaning of applicable securities legislation (collectively "forward-looking statements"). The use of any of the word "will" and similar expressions are intended to identify forward-looking statements. These statements involve known and unknown risks, uncertainties and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. Such forward-looking statements should not be unduly relied upon. Actual results achieved may vary from the information provided herein as a result of numerous known and unknown risks and uncertainties and other factors. The Company believes the expectations reflected in those forward-looking statements are reasonable, but no assurance can be given that these expectations will prove to be correct. The Company does not undertake to update these forward-looking statements, except as required by law.

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