

FORM 51-102F3
MATERIAL CHANGE REPORT

1. NAME AND ADDRESS OF COMPANY

Blue Lagoon Resources Inc.
c/o #1200 – 750 West Pender Street
Vancouver, BC, V6C 2T8

2. DATE OF MATERIAL CHANGE

March 14, 2025

3. NEWS RELEASE

News release dated March 14, 2025 was disseminated via TheNewswire.

4. SUMMARY OF MATERIAL CHANGE

Blue Lagoon Resources Inc. completes second tranche of private placement.

5. FULL DESCRIPTION OF MATERIAL CHANGE

Blue Lagoon Resources Inc. (the “Company”) (CSE: BLLG; FSE: 7BL; OTCQB: BLAGF) announced that it has closed a second tranche of its previously announced non-brokered private placement (the “Offering”), bringing the total funds raised across both tranches to \$1,297,500.

In this second tranche, the Company issued 2,800,000 units (the “Units”) at a price of \$0.25 per Unit, raising gross proceeds of \$700,000.

The financing saw continued participation from key institutional investors and stakeholders, including Crescat Capital LLC, Phoenix Gold Fund, and the Company’s toll milling partner, Nicola Mining, all of whom have previously invested in Blue Lagoon. This marks Crescat’s fifth investment in the Company over the past three years, further validating its confidence in Dome Mountain’s potential, while Phoenix Gold Fund and Nicola Mining’s increased participation underscores their ongoing belief and support for the Company’s management and growth strategy.

“We are excited to see strong backing from sophisticated investors like Crescat Capital, Phoenix Gold Fund, and Nicola Mining, all of whom recognize the value of Dome Mountain’s advancement towards production,” said Rana Vig, President & CEO of Blue Lagoon Resources. “These investments come at a transformative time, following the recent granting of a mining permit for Dome Mountain - one of only nine such permits issued in British Columbia since 2015. With this key milestone achieved, we are now laser focused on last preparatory activities and tasks related to the safe and secure opening of Dome Mountain, including finishing the installation of our water treatment facility which is on track to be completed before the end of May. With these final steps underway, we are targeting early Q3 2025 as the start of production.” he added.

Each Unit in the Offering consists of one common share in the capital of the Company and one-half of one transferrable common share purchase warrant. Each whole warrant (a “Warrant”) entitles the holder to purchase one additional common share of the Company at an exercise price of \$0.35 per share until March 14, 2027. The proceeds raised from the Offering are expected to be used to finish the installation of the water treatment facility at the mine site, other preparatory work and for general

corporate purposes. The securities issued under the Offering are subject to a four month hold period expiring on July 15, 2025, in accordance with applicable Canadian securities laws.

Any production decision in advance of obtaining a feasibility study of mineral reserves demonstrating economic and technical viability of the project is associated with increased uncertainty and risk of failure.

6. RELIANCE ON SUBSECTION 7.1(2) OF NATIONAL INSTRUMENT 51-102

Not applicable.

7. OMITTED INFORMATION

Not applicable.

8. EXECUTIVE OFFICER

Rana Vig, CEO
Telephone: 604-218-4766

9. DATE OF REPORT

March 18, 2025