

**FORM 51-102F3
MATERIAL CHANGE REPORT**

Item 1. Name and Address of Company

ZTEST ELECTRONICS INC. (the "Company" or "ZTEST")
523 McNicoll Avenue
North York, Ontario M2H 2C9

Item 2. Date of Material Change

The material change took place on October 4, 2023.

Item 3. News Release

The News Release attached hereto was disseminated on October 4, 2023.

Item 4. Summary of Material Change

ZTEST announced that its wholly owned subsidiary, Permatest Electronics Corporation ("Permatest"), had achieved record revenue and net income for the year ended June 30, 2023..

Item 5. Full Description of Material Change

Permatest's revenue for the 2023 fiscal year was \$5.7 million, an increase of 29% from the prior year.

Net income for the fiscal year was \$478,080, as compared to a loss of \$30,319 in 2022. EBITDA for the fiscal year was \$813,679, a notable increase from EBITDA of \$257,193 in the prior year.

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

Confidentiality is not requested.

Item 7. Omitted Information

No information has been omitted in respect of the material change.

Item 8. Executive Officer

Steve Smith, CEO
email: info@ztest.com

Item 9. Date of Report

October 5, 2023