

FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. Name and Address of Company

The full name and address of the principal office of the Company in Canada are:

MONARCH ENERGY LIMITED
Suite 404, 999 Canada Place
Vancouver, BC V6C 3E2

Item 2. Date of Material Change

January 24, 2011.

Item 3. News Release

A News Release issued under section 7.1 of National Instrument 51-102 announcing the material change described below was disseminated through Stockwatch and Market News on January 24, 2011. The News Release was filed with SEDAR on January 24, 2011.

Item 4. Summary of Material Change

MONARCH Energy Limited's consolidated shares start trading January 25, 2011.

Item 5. Full Description of Material Change

5.1 Full Description of Material Change

Monarch Energy Limited (TSX-V: MNL) (the "Company" or "Monarch") confirms that, effective as of the opening of trading on the TSX Venture Exchange on Tuesday, January 25, 2011, the Company will consolidate its common share capital on the basis of one post-consolidation common share for every 1.75 pre-consolidation common shares held. The Company's name and trading symbol will remain the same. The Company's new CUSIP number is 609057203.

The share consolidation was authorized by shareholders at the Company's Annual and Special General Meeting held on May 27, 2010. Prior to the consolidation, the Company had 93,146,991 common shares outstanding. The number of common shares outstanding post-consolidation will be 53,226,852. The consolidation has been accepted by the TSX Venture Exchange.

Letters of transmittal with respect to the consolidation will be mailed out to all registered shareholders on January 25, 2011. All registered shareholders of the Company will be required to send their certificates representing pre-consolidation common shares with a properly executed letter of transmittal to the Company's transfer agent, CIBC Mellon Trust Company in Vancouver, B.C., in accordance with the instructions provided in the letter of transmittal. Additional copies of the letter of transmittal can be obtained through CIBC Mellon Trust Company. All shareholders who duly complete letters of transmittal will receive post-consolidation common share certificates. No certificates representing fractional post-consolidation common shares will be issued pursuant to the consolidation.

5.2 Disclosure for Restructuring Transactions

Not applicable.

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

This Report is not being filed on a confidential basis in reliance on subsection 7.1(2) of National Instrument 51-102.

Item 7. Omitted Information

No information has been omitted from this Report on the basis that the Company believes that such information should remain confidential.

Item 8. Executive Officer

The name and business telephone number of an executive officer of the Company who is knowledgeable about the material change and this Report is:

Michael Turko
Telephone: 604 641 1379

Item 9 Date of Report

DATED January 24, 2011.

MONARCH ENERGY LIMITED