

FORM 51-102F3

**MATERIAL CHANGE REPORT
PURSUANT TO SECTION 7 OF NATIONAL INSTRUMENT 51-102**

ITEM 1 **REPORTING ISSUER**
INNOVATIVE PROPERTIES INC.
8338-120th Street
Surrey, BC V3W 3N4

ITEM 2 **DATE OF MATERIAL CHANGE**

June 19, 2012.

ITEM 3 **NEWS RELEASE**

News Release was filed on SEDAR after markets closed on June 19, 2102, and disseminated through stockwatch and baystreet news dissemination services.

ITEM 4 **SUMMARY OF MATERIAL CHANGE**

Commercial Property Management Contracts secured.

ITEM 5 **FULL DESCRIPTION OF MATERIAL CHANGE**

Two commercial property management contracts were secured by the Company commencing June 19, 2012 to manage Fleetwood Shopping Centre and A & A Plaza, both located in business districts of Surrey, British Columbia. Management fees anticipated for the term of the leases total a minimum of \$78,000.00 (Cdn).

ITEM 6 **RELIANCE ON SUBSECTION 7.1(2) OR (3) OF NATIONAL INSTRUMENT 51-102**

N/A

ITEM 7 **OMITTED INFORMATION**

N/A

ITEM 8 **EXECUTIVE OFFICER**

Sonny Janda, President & CEO, Tel: 604 592 6881

ITEM 9 **DATE OF REPORT**

Dated at Surrey, B.C. this 20th day of June, 2012.