

51-102F3
MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

KR Investment Ltd. (the "Issuer")
Suite 500 – 1080 Mainland Street
Vancouver, British Columbia V6B 2T4

Item 2 Date of Material Change

October 9, 2020

Item 3 News Release

The Issuer disseminated a press release dated October 9, 2020 through Stockwatch and Marketwire.

Item 4 Summary of Material Change

The Issuer announced that it will hold an annual general and special meeting of shareholders on Friday, November 27, 2020 and, at such meeting, it will seek shareholder approval for, among other matters, a proposed consolidation of its common shares on a basis of up to twenty (20) pre-consolidated shares for one (1) post-consolidated share. The Issuer also announced that it had entered into an agreement with Poker Chip Exploration Ltd., an arm's length party, to sell, for nominal consideration, all of its petroleum and oil and gas interests in the Provost area of Alberta.

Item 5 Full Description of Material Change

See the attached news release.

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

Not applicable.

Item 7 Omitted Information

No information has been omitted on the basis that it is confidential information.

Item 8 Executive Officer

To obtain further information contact S. John Kim, a director of the Issuer, at 604-689-2454.

Item 9 Date of Report

October 16, 2020

KR INVESTMENT LTD.
Suite 500 – 1080 Mainland Street
Vancouver, British Columbia
V6B 2T4
Telephone: 604.689.2454

FOR IMMEDIATE RELEASE

TSX-V symbol: KR.H

**KR Announces Upcoming Annual General and Special Shareholder’s Meeting,
Proposed Consolidation and Disposition of Assets**

October 9, 2020 – KR Investment Ltd. (the “Company”; TSX.V: KR) announces that it has called an annual and special meeting of the shareholders for November 27, 2020 (the “Meeting”). The Meeting is scheduled to take place at 11:00 a.m. PDT at Suite 500 – 666 Burrard Street, Vancouver, British Columbia on Friday, November 27, 2020. The record date for establishing shareholders entitled to receive notice of and vote at the Meeting was October 23, 2020.

At the Meeting, shareholders will be asked to approve, among other matters, a proposed consolidation of the Company’s issued and outstanding common shares (the “Consolidation”). If approved, directors will have the authority to implement the Consolidation at any ratio of up to a maximum of twenty (20) pre-Consolidation common shares for one (1) post-Consolidation common share at any time prior to the next annual general meeting of shareholders. The Company is not expected to change its name in conjunction with the Consolidation. The purpose of the Consolidation is to increase the Company’s flexibility with respect to potential business transactions, including future equity financings.

The Company currently has 22,712,500 common shares issued and outstanding. If the Consolidation is approved, and upon completion of the Consolidation on the basis of the ratio set out above, the Company will have 1,135,625 common shares issued and outstanding (post-Consolidation). Notwithstanding approval of the Consolidation by the shareholders, the directors, in their sole discretion, may elect not to complete the Consolidation without further approval or action by, or prior notice to, the shareholders. The proposed Consolidation is subject to the approval of the shareholders of the Company and the TSX Venture Exchange.

The Company will also seek shareholder ratification of a disposition of certain petroleum and oil and gas assets, which represented all of the Company’s non-cash assets and undertaking, to an arm’s length purchaser for nominal consideration. On August 31, 2020, the Company entered into an agreement with an arm’s length person to sell, transfer and assign, for nominal consideration, all of its petroleum and oil and gas interests located in the Provost region of the Province of Alberta (the “Petroleum Assets”).

In March 2013, the Company acquired a 20% working interest in the Petroleum Assets. The operating licence with respect to the Company’s working interest was held by a third-party operator, which filed for receivership in 2015. As a result, the operator’s licence was suspended by the Alberta Energy Regulator. The Company has not received any revenue from the Petroleum Assets since November 2017 and the carrying value has been written down to \$1.00, which has been reflected in the Company’s annual audited financial statements for each of the three preceding financial years. Due to the depressed market for oil and gas resources and the general negative economic climate, management of the Company believes that the most prudent course of action would be to divest its Petroleum Assets, and any corresponding liabilities, and to pursue other opportunities beyond the natural resource sector.

ON BEHALF OF THE BOARD OF DIRECTORS

“S. John Kim”

S. John Kim
Director

The TSX Venture Exchange Inc. has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of this press release.

This news release does not constitute an offer to sell or solicitation of an offer to buy any of the securities in the United States. The securities have not been and will not be registered under the United States Securities Act of 1933, as amended (The “U.S. Securities Act”) or any state securities laws and may not be offered or sold within the United States or to a U.S. person unless registered under the U.S. Securities Act and applicable state securities laws or an exemption from such registration is available.