

FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. Name and Address of Company

LIFESTYLE DELIVERY SYSTEMS INC.

Suite 810, 789 West Pender Street
Vancouver, BC V6C 1H2

Item 2. Date of Material Change

August 25, 2016

Item 3. News Release

The news release was issued on August 26, 2016 and was disseminated by The Newswire.

Item 4. Summary of Material Change

On August 25, 2016, Lifestyle Delivery Systems Inc. (the "Company") closed its first tranche of the non-brokered private placement offering (the "Offering").

Item 5. Full Description of Material Change

On August 25, 2016, the Company closed the first tranche of its non-brokered private placement offering (the "Offering") of up to 5,555,555 units (the "Units") at a price of \$0.18 per Unit, by issuing 2,653,000 units for total gross proceeds of \$477,540.

Each Unit sold under the Offering consists of one common share of the Company and one share purchase warrant entitling the holder to purchase one additional common share for a period of one year after closing at an exercise price of \$0.18 per share.

The securities issued under the first tranche of the Offering will be subject to a hold period expiring on December 26, 2016 pursuant to applicable Canadian securities laws.

Proceeds from the Offering will be used for general corporate purposes.

Item 6. Reliance on Subsection 7.1(2) or (3) of National Instrument 51-102

Not applicable.

Item 7. Omitted Information

None.

Item 8. Executive Officer

Yanika Silina
Chief Financial Officer
604-648-0522

Item 9. Date of Report

August 26, 2016