

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

1. **Name and Address of Company**

Cybeats Technologies Corp. (the “**Company**”)  
65 International Blvd., Suite 202  
Etobicoke, Ontario M9W 6L9

2. **Date of Material Change**

May 10, 2023

3. **News Release**

A press release disclosing the material change was released on May 10, 2023, through the facilities of Newsfile Corp.

4. **Summary of Material Change**

The Company closed the second and final tranche of a non-brokered private placement financing (the “**Offering**”) through the issuance of 4,109,000 units (each, a “**Unit**”) at a price of \$1.00 per Unit for gross proceeds of \$4,109,000.

5. **Full Description of Material Change**

The Company closed the final tranche of a non-brokered private placement financing through the issuance of 4,109,000 Units at a price of \$1.00 per Unit for gross proceeds of \$4,109,000.

Each Unit is comprised of: (i) one common share in the capital of the Company (each a “**Common Share**”); and (ii) one Common Share purchase warrant (each, a “**Warrant**”). Each Warrant entitles the holder to purchase one additional Common Share at an exercise price of \$1.40 on or before May 10, 2025.

Gross proceeds raised from the Offering will be used for working capital and general corporate purposes. The securities issued upon closing of the Offering are subject to a hold period of four month plus a day, pursuant to applicable securities laws.

Certain eligible persons (the “**Finders**”) were paid finder’s fees including: (i) a cash commission of \$56,600; and (ii) 55,600 finder warrants (each, a “**Finder Warrant**”). each Finder Warrant is exercisable at a price of \$1.40 per Common Share expiring May 10, 2025; and (iii) 6,100 Units representing cash commission in the amount of \$6,100.

The following supplementary information is provided in accordance with Section 5.2 of MI 61-101.

**(a) a description of the transaction and its material terms:**

In connection with the Offering, an aggregate of 40,000 Units were acquired by an insider of the Company.

**(b) the purpose and business reasons for the transaction:**

Gross proceeds raised from the Offering will be used for working capital and general corporate purposes.

**(c) the anticipated effect of the transaction on the issuer’s business and affairs:**

Gross proceeds raised from the Offering will be used for working capital and general corporate purposes.

**(d) a description of:**

**(i) the interest in the transaction of every interested party and of the related parties and associated entities of the interested parties:**

In connection with the Offering, the following securities were issued to insiders of the Company:

<b>Name of Insider</b>	<b>Position</b>	<b>Number of Units Purchased</b>	<b>Aggregate Purchase Price</b>
Michael Minder	Director	40,000	\$40,000
<b>TOTAL:</b>		<b>40,000</b>	<b>\$40,000</b>

**(ii) the anticipated effect of the transaction on the percentage of securities of the issuer, or of an affiliated entity of the issuer, beneficially owned or controlled by each person or company referred to in subparagraph (i) for which there would be a material change in that percentage:**

Prior to the completion of the Offering, Mr. Minder, held, directly or indirectly 150,000 Common Shares, 150,000 Warrants, and 250,000 Stock Options. Upon closing of the Offering, Mr. Minder holds an aggregate of 190,000 Common Shares, representing approximately 0.19% of the issued and outstanding Common Shares on an undiluted basis, 190,000 Warrants, and 250,000 Stock Options. In the event that Mr. Minder exercises his Warrants and Stock Options, he would hold an aggregate of 630,000 Common Shares, or approximately 0.63% of the issued and outstanding Common Shares of the Company, on a partially diluted basis.

**(e) unless this information will be included in another disclosure document for the transaction, a discussion of the review and approval process adopted by the board of directors and the special committee, if any, of the issuer for the transaction, including a discussion of any materially contrary view or abstention by a director and any material disagreement between the board and the special committee:**

A resolution of the board of directors was passed on April 6, 2023 approving the Offering. No special committee was established in connection with the transaction, and no materially contrary view or abstention was expressed or made by any director.

**(f) A summary in accordance with section 6.5 of MI 61-101, of the formal valuation, if any, obtained for the transaction, unless the formal valuation is included in its entirety in the material change report or will be included in its entirety in another disclosure document for the transaction:**

Not applicable.

**(g) disclosure, in accordance with section 6.8 of MI 61-101, of every prior valuation in respect of the issuer that relates to the subject matter of or is otherwise relevant to the transaction:**

**(i) that has been made in the 24 months before the date of the material change report:**

Not applicable.

**(ii) the existence of which is known, after reasonable enquiry, to the issuer or to any director or officer of the issuer:**

Not applicable.

**(h) the general nature and material terms of any agreement entered into by the issuer, or a related party of the issuer, with an interested party or a joint actor with an interested party, in connection with the transaction:**

Other than the subscription agreements for Units, the Company did not enter into any agreement with an interested party or a joint actor with an interested party in connection with the Offering. To the Company's knowledge, no related party to the Company entered into any agreement with an interested party or a joint actor with an interested party, in connection with the Offering.

**(i) disclosure of the formal valuation and minority approval exemptions, if any, on which the issuer is relying under sections 5.5 and 5.7 of MI 61-101 respectively, and the facts supporting reliance on the exemptions:**

A portion of the Offering constituted a "related party transaction" as defined in MI 61-101 as insiders of the Company subscribed for an aggregate of 600,000 Units under the Offering. Such related party transactions are exempt from the formal valuation and minority shareholder approval requirements of MI 61-101 as neither the fair market value of securities being issued to the related parties nor the consideration being paid by any of the related parties exceeded 25% of the Company's market capitalization. The participants in the Offering and the extent of such participation were not finalized until shortly prior to the completion of the Offering. Accordingly, it was not possible to publicly disclose details of the nature and extent of related party participation in the Offering pursuant to a material change report filed at least 21 days prior to the completion of the Offering.

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

The report is not being filed on a confidential basis.

**7. Omitted Information**

No significant facts have been omitted from this Material Change Report.

**8. Executive Officer**

For further information, contact Yoav Raiter, Chief Executive Officer of the Company at (416) 844-8495.

9. **Date of Report**

This report is dated at Toronto, this 15<sup>th</sup> day of May, 2023.

**Cautionary Statement Regarding Forward-Looking Information**

*This material change report contains certain "forward-looking information" within the meaning of applicable securities law. Forward looking information is frequently characterized by words such as "plan", "expect", "project", "intend", "believe", "anticipate", "estimate", "may", "will", "would", "potential", "proposed" and other similar words, or statements that certain events or conditions "may" or "will" occur. These statements are only predictions. Forward-looking information is based on the opinions and estimates of management at the date the information is provided, and is subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking information. For a description of the risks and uncertainties facing the Company and its business and affairs, readers should refer to the Company's Management's Discussion and Analysis. The Company undertakes no obligation to update forward-looking information if circumstances or management's estimates or opinions should change, unless required by law. The reader is cautioned not to place undue reliance on forward-looking information.*