

Form 51-102F3
Material Change Report

**MATERIAL CHANGE REPORT UNDER SECTION 7.1 OF NATIONAL INSTRUMENT
51-102**

NOTE: WHERE THIS REPORT IS FILED ON A CONFIDENTIAL BASIS PUT AT THE BEGINNING OF THE REPORT IN BLOCK CAPITALS "CONFIDENTIAL".

Item 1. Name and Address of Company

Signal Exploration Inc. (the "Company")
1021 Kilmer Road
North Vancouver, BC
V7K 1P9

Item 2. Date of Material Change

December 28, 2011

Item 3. News Release

The news release was disseminated through TSX, BC Securities Commission, Alberta Securities Commission, Stockwatch and Market News.

Item 4. Summary of Material Change

Signal Exploration Inc. (the "Company"), is pleased to announce that it closed its initial public offering (the "Offering") of 3,770,000 common shares for gross proceeds of \$565,500 on December 28, 2011.

Item 5. Full Description of Material Change

Signal Exploration Inc. (the "Company"), is pleased to announce that it closed its initial public offering (the "Offering") of 3,770,000 common shares for gross proceeds of \$565,500 on December 28, 2011. Union Securities Ltd. (the "Agent") acted as the agent for the Offering and in connection with its services, the Agent received a cash commission of \$25,000 plus HST and was granted 377,000 non-transferable agent's options (the "Agent's Options"). Each Agent's Option entitles the holder to acquire one common share of the Company at a price of \$0.15 per common share for a period of 36 months following the date the common shares of the Company are listed on the TSX Venture Exchange. Further details of the Offering and the use of proceeds can be found by viewing the Company's prospectus on SEDAR at www.sedar.com.

The Company is classified as a Tier 2 Issuer as defined in the policies of the TSX Venture Exchange. The Company will use the net proceeds of the initial public

offering to advance its primary project, the “Scotch Creek Property” described in detail in the final prospectus dated November 14, 2011.

The Company’s common shares are expected to commence trading in early January under the trading symbol SNL.

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

Nothing in this form is required to be maintained on a confidential basis.

Item 7. Omitted Information

Not applicable.

Item 8. Senior Officers

Barry Hartley, President, CFO and Director
Phone: (778) 998-4552

Item 9. Date of Report

Dated at Vancouver this 3rd day of January, 2012.

By: Signal Exploration Inc.

“Barry Hartley”

President, CFO and Director