

BC FORM 51-102F3
Material Change Report

Item 1. Name and Address of Company

State the full name and address of your company and the address of its principal office in Canada.

INTERNATIONAL BATTERY METALS LTD.
510 – 744 W. Hastings Street
Vancouver, BC, V6C 1A5
Phone: (778) 939-4228

Item 2. Date of Material Change

State the date of the material change.

January 15, 2018

Item 3. News Release

State the date and method(s) of dissemination of the news release issued under section 7.1 of National Instrument 51-102.

January 15, 2018

The news release relating to this material change was distributed and filed by Newsfile Corp. and Canada Stockwatch. The news release was also filed with the British Columbia, Nova Scotia and Ontario Securities Commissions on SEDAR.

Item 4. Summary of Material Change

Provide a brief but accurate summary of the nature and substance of the material change.

International Battery Metals Inc. (“IBAT” or the “Company”) announced that pursuant to the binding letter of intent (“LOI”) with North American Lithium, Inc. (“NAL”) dated September 28, 2017 and announced on October 3, 2017, that it has received the following:

1) Brine Identification Report pursuant to the agreement with North American Lithium Inc. (a U.S. Company) as announced on October 3, 2017. The report is not a NI 43-101 report and is for internal use of the Company. The report identifies the preferred oil and gas brine areas in the United States for lithium extraction that the Company should focus on.

The report is being utilized to continue the Company’s strategic move to focus on lithium in oil and gas brines in North America where it can utilize the latest lithium specific expertise and technologies to be acquired under the LOI with NAL and,

2) The Block Flow Diagram and the related Work Breakdown Structure of the lithium extraction process developed by NAL for oil field brines.

NAL is a California corporation that has developed unique technology that allows direct extraction of lithium from complex brines such as those found in oil fields. The technology involves processes that are highly selective for lithium and an extraction system that allows lithium extraction from complex brines with only minimal pretreatment. There is no need to pretreat the brine to remove divalent cations such as calcium or magnesium. The process also inherently rejects troublesome anions such as sulfate and borate as brine flows into the process. Lithium chloride is removed and the brine is injected back into the ground through an environmentally permitted disposal well.

*Dr. John Burba, CEO of NAL, has highlighted the key attributes of this intellectual property as the rapid implementation of lithium extraction from oilfield brines; high lithium extraction efficiency; environmental superiority and; exceptional product purity.
The Company and NAL are in the final stages of negotiating the definitive agreement. IBAT continues to be very excited about the shareholder value that this opportunity provides.*

Item 5. Full Description of Material Change

Supplement the summary required under Item 4 with the disclosure that should be sufficient disclosure to enable a reader to appreciate the significance and impact of the material change without having to refer to other material. Management is in the best position to determine what facts are significant and must disclose those facts in a meaningful manner. See also Item 7.

Some examples of significant facts relating to the material change include: dates, parties, terms and conditions, description of any assets, liabilities or capital affected, purpose, financial or dollar values, reasons for the change, and a general comment on the probable impact on the issuer or its subsidiaries. Specific financial forecasts would not normally be required.

Other additional disclosure may be appropriate depending on the particular situation.

For a full description of the material change, see Schedule "A".

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

If this report is being filed on a confidential basis in reliance on subsection 7.1(2) of National Instrument 51-102, state the reasons for that reliance.

Not applicable.

Instruction:

Refer to subsections 7.1(5) and (7) of National Instrument 51-102 concerning continuing obligations in respect of reports filed under subsection 7.1(2) of National Instrument 51-102.

Item 7. Omitted Information

State whether any information has been omitted on the basis that it is confidential information.

In a separate letter to the applicable regulator or securities regulatory authority marked "Confidential" provide the reasons for your company's omission of confidential significant facts in the Report in sufficient detail to permit the applicable regulatory or securities regulatory authority to determine whether to exercise its discretion to allow the omission of these significant facts.

Not applicable.

Instruction:

In certain circumstances where a material change has occurred and a material change report has been or is about to be filed but section 85 of the Act will no longer or will not be relied upon, a reporting issuer may nevertheless believe one or more significant facts otherwise required to be disclosed in the material change report should remain confidential and not be disclosed or not be disclosed in full detail in the material change report.

Item 8. Executive Officer

Give the name and business telephone number of an executive officer of your company who is knowledgeable about the material change and the Report, or an officer through whom the executive officer may be contacted.

*Logan Anderson
President & CEO
(778) 939-4228*

Item 9. Date of Report

January 24, 2018



i n t e r n a t i o n a l
battery metals

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778-939-4228
info@ibatterymetals.com
ibatterymetals.com
CSE: IBAT

INTERNATIONAL BATTERY METALS LTD. PROVIDES UPDATE ON NORTH AMERICAN LITHIUM, INC. BINDING LETTER OF INTENT

Vancouver, BC, Canada – January 15, 2018 – International Battery Metals Inc. (CSE: IBAT) (“IBAT” or the “Company”) is pleased to announce that pursuant to the binding letter of intent (“LOI”) with North American Lithium, Inc. (“NAL”) dated September 28, 2017 and announced on October 3, 2017, that it has received the following:

1) Brine Identification Report pursuant to the agreement with North American Lithium Inc. (a U.S. Company) as announced on October 3, 2017. The report is not a NI 43-101 report and is for internal use of the Company. The report identifies the preferred oil and gas brine areas in the United States for lithium extraction that the Company should focus on.

The report is being utilized to continue the Company’s strategic move to focus on lithium in oil and gas brines in North America where it can utilize the latest lithium specific expertise and technologies to be acquired under the LOI with NAL and,

2) The Block Flow Diagram and the related Work Breakdown Structure of the lithium extraction process developed by NAL for oil field brines.

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Dr. John Burba, CEO of NAL, has highlighted the key attributes of this intellectual property as the rapid implementation of lithium extraction from oilfield brines; high lithium extraction efficiency; environmental superiority and; exceptional product purity.

The Company and NAL are in the final stages of negotiating the definitive agreement. IBAT continues to be very excited about the shareholder value that this opportunity provides.

ON BEHALF OF THE BOARD

“Logan Anderson”

Logan Anderson, CEO and Director

Forward-looking statements

This release contains certain forward-looking statements with respect to the financial condition, results of operations and business of the Company and certain proposed plans and objectives of the Company with respect to same, all of which which are subject to due diligence assessment by the Company and approval of the Canadian Securities Exchange. By their nature, forward-looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future and there are many factors that could cause actual results and developments to differ materially from those expressed or implied by these forward-looking statements.

THE CSE DOES NOT ACCEPT RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS