FORM 51-102F3 MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

Fundamental Applications Corp. (the "**Company**") Suite 242, 515 West Pender Street Vancouver, BC Canada V6B 6H5

Item 2 Date of Material Change

August 11, 2016

Item 3 News Release

The news release attached hereto as Schedule "A" announcing the material change described herein was disseminated through the news dissemination services of Stockwatch and Baystreet on August 11, 2016.

Item 4 Summary of Material Change

The Company announced the appointment of Jeffrey Hayzlett, Chairman of C-Suite Network, to its Board of Directors.

Item 5 Full Description of Material Change

5.1 Full Description of Material Change

Please see the press release attached as Schedule "A" for a full description of the material change.

5.2 Disclosure for Restructuring Transactions

Not applicable.

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

Not applicable.

Item 7 Omitted Information

Not applicable.

Item 8 Executive Officer

Bradley Moore Chief Executive Officer and Director Telephone: (514) 561-9091

Item 9 Date of Report

August 11, 2016

SCHEDULE "A"



515 W. Pender Street, Suite 242, Vancouver, BC, V6B 6H5 www.FunAppCorp.com

FUNDAMENTAL APPOINTS JEFFREY HAYZLETT TO ITS BOARD OF DIRECTORS

Vancouver, British Columbia, Canada, August 11, 2016 - Fundamental Applications Corp. ("Fundamental Applications" or the "Company") (CSE: FUN, FSE: 2FA, OTCQB: FUAPF), a leading developer of innovative smartphone applications targeted toward millennials, announces that Jeffrey Hayzlett, Chairman of C-Suite Network, has joined its Board of Directors.

"I am so pleased that Jeffrey has now joined the board of Fundamental Applications," said Brad Moore, CEO of the Company. "Having such an esteemed board member with a wealth of proven business and leadership experience is truly an endorsement of Fundamental Applications and its future."

Hayzlett commented, "Every company that wants to be successful has to engage millennials in order to have a future. Fundamental Applications has the potential with technology and services to do that and more."

Jeffrey Hayzlett is the Chairman of C-Suite Network, home of the world's most trusted network of C-Suite leaders, and a notable media personality. He is the primetime television host of <u>C-Suite with Jeffrey</u> <u>Hayzlett</u> and <u>Executive Perspectives</u> on <u>C-Suite TV</u>, and business podcast host of <u>All Business with Jeffrey</u> <u>Hayzlett</u> on CBS's on-demand radio network <u>Play.lt</u>. In addition, he is a notable public speaker and the author of three bestselling business books, <u>Think Big, Act Bigger: The Rewards of Being Relentless</u>, <u>Running the Gauntlet</u> and <u>The Mirror Test</u>.

About Fundamental Applications Corp.

Fundamental Applications Corp. (CSE:FUN FSE:2FA, OTCQB: FUAPF) designs, develops, markets, and acquires innovative mobile applications targeted at the "Millennials" generation, people born in an age of digital technology, internet access, and smart phones. This demographic is an early adopter of mobile technology, has significant discretionary income, and is lifestyle driven with a willingness to try new things. Fundamental's three leading mobile platforms are Foro, a peer-to-peer mobile ecommerce marketplace; Truth, a one-to-one anonymous messaging app previously listed in the top 100 social networking apps in the Apple App Store; and Serum[™], an app that enables users to post questions to their friends and receive answers anonymously.

For more information about Fundamental Applications Corp., visit online at <u>www.FunAppCorp.com</u>, or review the Company's profiles on the SEDAR website (<u>www.sedar.com</u>) and on the CSE website (<u>www.thecse.com</u>). To schedule an interview, please contact:

Bradley Moore

Chief Executive Officer Telephone: 514.561.9091 Email: info@funappcorp.com www.FunAppCorp.com

Forward-Looking Information:

This press release may include forward-looking information within the meaning of Canadian securities legislation, concerning the business of Fundamental. Forward-looking information is based on certain key expectations and assumptions made by the management of Fundamental. Although Fundamental believes that the expectations and assumptions on which such forward-looking information is based are reasonable, undue reliance should not be placed on the forward-looking information because Fundamental can give no assurance that they will prove to be correct. Forward-looking statements contained in this press release are made as of the date of this press release. Fundamental disclaims any intent or obligation to update publicly any forward-looking information, whether as a result of new information, future events or results or otherwise, other than as required by applicable securities laws.