

Form 51-102F3
Material Change Report

Item 1 Name and Address of Company

LOTUS VENTURES INC.
200 – 24 East 4th Avenue
Vancouver, BC V5T 1E8

Item 2 Date of Material Change

October 14, 2016

Item 3 News Release

October 14, 2016 Dissemination through Stockwatch

Item 4 Summary of Material Change

The attached news release contains an accurate summary of the nature and substance of the material change.

Item 5 Full Description of Material Change

See attached news release which contains a full description of the material change.

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

Dale McClanaghan, President and CEO
604-644-9844

Item 9 Date of Report

October 18, 2016

LOTUS VENTURES INC.

Suite 910 – 1125 Howe Street, Vancouver, British Columbia V6Z 2K8

Canadian Securities Exchange: Symbol J

Vancouver, British Columbia – October 14, 2016

NEWS RELEASE

Further to its news release dated September 28, 2016, Lotus Ventures Inc. (the “Company”) is pleased to announce that it has closed the first tranche of its non-brokered private placement financing by issuance of 2,023,750 units at a price of \$0.20 per unit for gross proceeds of \$404,750. Each unit consists of one common share and one transferrable share purchase warrant, each warrant exercisable to purchase one common share at \$0.25 per share for five years. Securities issued pursuant to the financing are subject to a four-month hold period under applicable Canadian securities laws.

The proceeds of this financing will be used for general corporate purposes.

ON BEHALF OF THE BOARD

Lotus Ventures Inc.

“Dale McClanaghan”

Dale McClanaghan, President and CEO

For further information, contact:

Dale McClanaghan, President and CEO - (604) 644-9844

The Canadian Securities Exchange does not accept responsibility for the adequacy or accuracy of this release.