

**FORM 51-102F3  
Material Change Report**

**MATERIAL CHANGE REPORT UNDER SECTION 7.1 OF  
NATIONAL INSTRUMENT NO. 51-102**

**Item 1. Reporting Issuer**

NexTech AR Solutions Corp. (the "Company")  
121 Richmond Street West  
Suite 501  
Toronto, Ontario  
M5H 2K1

**Item 2. Date of Material Change**

A material change took place on January 10, 2023

**Item 3. Press Release**

On January 10, 2023, a news release in respect of the material change was disseminated by the Company.

**Item 4. Summary of Material Change**

The Company issued 26,666 common shares at a price of \$0.75 per share, for services provided, pursuant to an engagement letter. All securities issued pursuant to the engagement will be subject to a hold period of four months plus a day from the date of issuance and the resale rules of applicable securities legislation.

**Item 5. Full Description of Material Change**

The material change is described in the Company's press release attached hereto as Schedule "A", which press release is incorporated by reference herein.

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

The report is not being filed on a confidential basis.

**Item 7. Omitted Information**

No information has been omitted.

**Item 8. Executive Officer**

Evan Gappelberg

**Item 9. Date of Report**

DATED at Toronto, in the Province of Ontario, this 13<sup>th</sup> day of January, 2023.

## SCHEDULE “A”

### Nextech’s Breakthrough Generative AI Positions Company For Breakout Revenue Growth in 2023

*Generative AI Driving Exponential Growth in Nextech’s Web3.0  
portfolio of technologies for ecommerce*

*Enables Scaling 3D Model Production*

**TORONTO, O.N, Canada – January 10, 2023 - [Nextech AR Solutions Corp.](#)** (“Nextech” or the “Company”) (OTCQX: NEXCF) (CSE: NTAR) (FSE: EP2), a Metaverse Company and leading provider of augmented reality (“AR”) experience technologies, and 3D model services announces a patent update covering the Company’s breakthrough artificial intelligence (AI) technology 3D model creation. Also, the Company is pleased to report that this proprietary AI-based 3D model creation using through composition of deformable parts is now covered under: US patent application # 17/874,992. [ARitize 3D is the company's One-Stop-Shop in 3D + AR solution for eCommerce.](#)

Nextech AR’s generative AI is a game-changer by solving the multi-billion dollar 3D model supply problem for the ecommerce market with this proprietary AI technology. [In November 2022](#), Nextech AR announced it had filed a patent titled, **“GENERATING THREE-DIMENSIONAL MODELS BY PART.”** At the time, the Company began to implement this breakthrough part-based 3D model creation technology. Now the Company is scaling its 3D models by rapidly expanding its library of 3D model parts past 100,000 by using through composition of deformable parts.

Watch a video demonstrating this breakthrough innovation: [click here](#)

**Evan Gappelberg, CEO of Nextech** commented, “Today we are leveraging the game-changing power of generative AI which we believe gives us a major competitive advantage in the 3D model market. With generative AI we are creating an increasingly wider exponentially growing moat: the more models we make, the larger that part library gets, and the easier it gets to make new 3D models. I believe that we are at the point where the value of Nextech goes up with each new 3D model we make, creating a virtuous cycle of growth and value.” He continued, “2023 is going to be the year of AI. We have already announced multi-million dollar enterprise contacts and more are expected in 2023. With our breakthrough AI that we are continuously developing, we are becoming the global go-to 3D model supplier for ecommerce. With hundreds of millions of 3D models needing to be made, we have been heavily investing in AI which is now paying dividends. Our proprietary breakthrough AI perfectly positions us to take full advantage of the multi-billion dollar decade long 3D model mega-trend!”

ARitize 3D has built a substantial library of 3D models to date, and most of the 3D models created are composed of several individual parts. For example, a chair is composed of legs, a seat back and cushions. Every time a new 3D model is created, the parts are harvested into Nextech’s AI powered 3D part-library, which is expected to have upwards of 1,000,000 individual, unique parts. Nextech is in the process of significantly expanding this large library and its utility, which will scale 3D model production. The more models the Company makes, the larger that part library gets, and the easier it gets to make new 3D models.

The Company’s innovation protected under patent application 17/874,992 allows Nextech to create new 3D models by searching, assembling and fine-tuning this part library, allowing for a significantly increased speed of 3D model creation. Instead of starting from scratch, these parts are retrieved and assembled first, reducing 3D model creation time.

Pursuant to an engagement letter with Coachman's Research Program, the Company has issued 26,666 common shares at a price of \$0.75 per share, for services provided. All securities issued pursuant to the

engagement will be subject to a hold period of four months plus a day from the date of issuance and the resale rules of applicable securities legislation.

### **About ARitize 3D**

[ARitize 3D](#) is your one-stop-shop AR solution with automated 3D model creation at an unbeatable price. Our Artificial Intelligence (AI) will turn your existing 2D product images into high-quality 3D and augmented reality experiences. It's fast, it's easy and it will transform your eCommerce website.

With a 3D model, clients can interact with the product to see every detail: turn it, spin it, zoom in, zoom out, leading to 40% lower product returns, 93% higher click-through rate and a 90% reduction in product photography costs. 3D models allow customers to see products from every angle and position them in their own space prior to purchasing. It's an exciting, immersive shopping experience that keeps customers more engaged, and better informed and helps your brand stand out from the competition.

The Company believes that this value creation and ROI are leading to the rapidly growing demand for the Company's 3D technology.

### **ARitize 3D is the companies One-Stop-Shop in 3D + AR solution for eCommerce**

To learn more, please follow us on [Twitter](#), [YouTube](#), [Instagram](#), [LinkedIn](#), and [Facebook](#), or visit our website: <https://www.Nextechar.com>.

For further information, please contact:

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#### **Nextech AR Solutions Corp.**

Evan Gappelberg  
CEO and Director  
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#### **About Nextech AR**

Nextech AR Solutions (OTCQX: NEXCF) (CSE: NTAR) (FSE: EP2) is a diversified AR, AI technology company that leverages proprietary artificial intelligence (AI) to create 3D experiences for the metaverse. Its main businesses are creating 3D WebAR photorealistic models for the Prime Ecommerce Marketplace as well as many other online retailers. The Company develops or acquires what it believes are disruptive technologies and once commercialized, spins them out as stand-alone public Companies issuing a stock dividend to shareholders while retaining a significant ownership stake in the public spin-out.

On October 26, 2022 Nextech AR spun out its spatial computing platform, “ARway” as a stand alone public Company. Nextech AR retained a control ownership in ARway Corp. with 13 million shares, or a 50% stake, and distributed 4 million shares to Nextech AR Shareholders. ARway is currently listed on the Canadian Securities Exchange (CSE:ARWY), in USA on the (OTC: ARWYF) and Internationally on the Frankfurt Stock Exchange (FSE: E65). ARway Corp. is disrupting the augmented reality wayfinding market with a no-code, no beacon spatial computing platform enabled by visual marker tracking. To learn more

about ARway, visit <https://www.arway.ai/>

On December 14, 2022 Nextech AR announced its second spinout of Toggle3D, an AI-powered 3D design studio to compete with Adobe. Toggle3D is expected to be public in the first half of 2023. To learn more about Toggle3D, visit <https://toggle3d.com/>

#### **Forward-looking Statements**

*The CSE has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.*

*Certain information contained herein may constitute “forward-looking information” under Canadian securities legislation. Generally, forward-looking information can be identified by the use of forward-looking terminology such as, “will be” or variations of such words and phrases or statements that certain actions, events or results “will” occur. Forward-looking statements regarding the completion of the transaction are subject to known and unknown risks, uncertainties and other factors. There can be no assurance that such statements will prove to be accurate, as future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements and forward-looking information. Nextech will not update any forward-looking statements or forward-looking information that are incorporated by reference herein, except as required by applicable securities laws.*