

**FORM 51-102F3
MATERIAL CHANGE REPORT**

1. NAME AND ADDRESS OF COMPANY

Blue Lagoon Resources Inc.
c/o #1200 – 750 West Pender Street
Vancouver, BC V6C 2T8

2. DATE OF MATERIAL CHANGE

March 22, 2022

3. NEWS RELEASE

News release dated March 22, 2022 was disseminated via Accesswire.

4. SUMMARY OF MATERIAL CHANGE

Blue Lagoon completes \$5.7 million private placement lead by a second strategic investment by Crescat Capital.

5. FULL DESCRIPTION OF MATERIAL CHANGE

Blue Lagoon Resources Inc. (the “**Company**”) (CSE: BLLG; FSE: 7BL; OTCQB: BLAGF) announced that the Company has closed a non-brokered flow through financing for proceeds of \$5,746,983.84. The strategic investment by Crescat Capital LLC (“**Crescat**”) provided for more than 18% of the total financing. In addition, Crescat continues to maintain its previously secured participation rights that provide for an option to participate in all future financings.

The private placement (the “**Private Placement**”) consisted of 7,367,928 flow-through units (“**FT Units**”) at a price of \$0.78 per FT Unit for aggregate gross proceeds to the Company of \$5,746,983.84. Each of the FT Units is comprised of one common share of the Company and one-half of one common share purchase warrant. Each whole warrant is exercisable into one common share of the Company at an exercise price of either \$0.78 or \$0.90 per share until April 15, 2024.

Proceeds from the sale of the FT Units will be used for exploration activities in accordance with flow-through tax rules.

The Company paid finders’ fees in cash in the aggregate amount of \$234,720 from the sale of FT Units to certain third parties sourced by the finders and issued an aggregate of 300,923 finders’ warrants to purchase that number of common shares of the Company. 224,000 of the finder’s warrants may be exercised to acquire common shares of the Company at a price of \$0.78 per common share until April 15, 2024 and 76,923 finder’s warrants are exercisable at a price of \$0.90 per common share until March 22, 2024.

The securities issued pursuant to the Private Placement are subject to a statutory four month hold period ending on July 23, 2022 in accordance with applicable securities laws.

6. RELIANCE ON SUBSECTION 7.1(2) OF NATIONAL INSTRUMENT 51-102

Not applicable.

7. OMITTED INFORMATION

Not applicable.

8. **EXECUTIVE OFFICER**

Rana Vig, President and CEO
Telephone: (604) 218-4766

9. **DATE OF REPORT**

March 24, 2022