

FORM 51-102F3
MATERIAL CHANGE REPORT

Item 1 Name and Address of Company

MyndTec Inc. (the “Company” or “MyndTec”)
1900 Minnesota Court, Suite 122
Mississauga, Ontario
L5N 3C9

Item 2 Date of Material Change

March 19, 2024.

Item 3 News Release

Attached as Schedule “A” hereto is a copy of a news release relating to the material change, which was disseminated on March 19, 2024, through Newsfile Corp. The news release was subsequently filed on the System for Electronic Document Analysis and Retrieval at www.sedar.com.

Item 4 Summary of Material Change

On March 19, 2024, the Company announced that it had closed the fourth tranche of its non-brokered private placement previously announced on October 13, 2023 (the “Offering”). The fourth tranche consists of 180,214 Units of the Company (the “Units”) at a price of \$0.75 per Unit for aggregate gross proceeds to the Company of \$135,160.50 (the “Fourth Tranche”). The third tranche of the private placement of 179,080 Units for aggregate gross proceeds to the Company of \$134,310 closed on February 13, 2024 (the “Third Tranche”). The second tranche of the private placement of 177,425 Units for aggregate gross proceeds to the Company of \$133,068.75 closed on December 20, 2023 (the “Second Tranche”). The first tranche of the private placement of 184,280 Units for aggregate gross proceeds to the Company of \$138,210.00 closed on November 3, 2023 (the “First Tranche”). The cumulative amount raised under the First, Second, Third and Fourth Tranche is \$540,749.25.

Item 5 Full Description of Material Change

(a) a description of the transaction and its material terms

On March 19, 2024, the Company announced that it had closed the fourth tranche of its non-brokered private placement previously announced on October 13, 2023 (the “Offering”). The fourth tranche consists of 180,214 Units of the Company (the “Units”) at a price of \$0.75 per Unit for aggregate gross proceeds to the Company of \$135,160.50 (the “Fourth Tranche”). The third tranche of the private placement of 179,080 Units for aggregate gross proceeds to the Company of \$134,310 closed on February 13, 2024 (the “Third Tranche”). The second tranche of the private placement of 177,425 Units for aggregate gross proceeds to the Company of \$133,068.75 closed on December 20, 2023 (the “Second Tranche”). The first tranche of the private placement of 184,280 Units for aggregate gross proceeds to the Company of \$138,210.00 closed on November 3, 2023 (the “First Tranche”). The cumulative amount raised under the First, Second, Third and Fourth Tranche is \$540,749.25.

Each Unit is comprised of one common share (each, a “Common Share”) in the capital of the Company and one Common Share purchase warrant (each, a “Warrant”), whereby each Warrant is exercisable to acquire one Common Share (each, a “Warrant Share”) at an exercise price of \$0.90 per Warrant Share for a period of 36 months following the closing date of the Fourth Tranche.

The Fourth Tranche constituted a “related party transaction” within the meaning of Multilateral Instrument 61-101 – Protection of Minority Security Holders in Special Transactions (“MI 61-101”) as a certain insider of the Company participated in the Fourth Tranche and acquired, directly or indirectly, under the First, Second, Third and Fourth Tranche, an aggregate of 720,999 Units pursuant to the Offering. The Company is relying on the exemptions from the formal valuation and minority shareholder approval requirements of MI 61-101 contained in sections 5.5(a) and 5.7(1)(a) of MI 61-101, as the fair market value of the participation in the First, Second, Third and Fourth Tranche by the insider does not exceed 25% of the market capitalization of the Company, as determined in accordance with MI 61-101.

The Company did not file a material change report in respect of the related party transaction at least 21 days before the closing of the Fourth Tranche, which the Company deems reasonable in the circumstances in order to complete the Fourth Tranche in an expeditious manner.

(b) the purpose and business reasons for the transaction

The Company intends to use the net proceeds of the Fourth Tranche for general corporate purposes, including working capital, corporate development and sales and marketing.

(c) the anticipated effect of the transaction on the issuer's business and affairs

The Offering will provide the Company with funds to be used in accordance with Item 5(b) above.

(d) a description of (i) the interest in the transaction of every interested party and of the related parties and associated entities of the interested parties, and (ii) the anticipated effect of the transaction on the percentage of securities of the issuer, or of an affiliated entity of the issuer, beneficially owned or controlled by each person referred to in subparagraph (i) for which there would be a material change in that percentage

Pursuant to the Offering, the Company issued:

- (i) 180,214 Units to James A. Anderson, a shareholder of the Company, who beneficially owns shares to which are attached at least 10% of the total voting rights of the outstanding shares of the Company;

(collectively, the “**Insider**”).

The effect of the Offering did not have a material change on the percentage of securities of the Company beneficially owned or controlled by any Insider referred to above.

(e) unless this information will be included in another disclosure document for the transaction, a discussion of the review and approval process adopted by the board of directors and the special committee, if any, of the issuer for the transaction, including a discussion of any

materially contrary view or abstention by a director and any material disagreement between the board and the special committee

A resolution of the board of directors of the Company was passed in accordance with the *Business Corporations Act* (Ontario) approving the Offering. No special committee was established in connection with the Offering, and no materially contrary view or abstention was expressed or made by any director.

(f) *a summary of the formal valuation, if any, obtained for the transaction*

Not applicable.

(g) *disclosure of every prior valuation in respect of the issuer that relates to the subject matter of is otherwise relevant to the transaction (i) that has been made in the 24 months before the date of the material change report, and (ii) the existence of which is known, after reasonable enquiry, to the issuer or to any director or senior officer of the issuer*

Not applicable.

(h) *the general nature and material terms of any agreement entered into by the issuer, or a related party of the issuer, with an interested party or a joint actor with an interested party, in connection with the transaction*

The Insider participated in the Offering on the same terms as all other subscribers in the Offering and entered into subscription agreement with customary terms and conditions for a transaction of this nature.

(i) *disclosure of the formal valuation and minority approval exemptions, if any, on which the issuer is relying on, and the facts supporting reliance on the exemptions*

The Company is relying on the exemptions from the formal valuation and minority shareholder approval requirements of MI 61-101 contained in sections 5.5(a) and 5.7(1)(a) of MI 61-101, as the fair market value of the participation in the First, Second, Third and Fourth Tranche by the insider does not exceed 25% of the market capitalization of the Company, as determined in accordance with MI 61-101.

For additional details of the material change, please see the news release attached as Schedule "A" hereto.

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

The following executive officer is knowledgeable about the material change and may be contacted about this report:

Craig Leon
Chief Executive Officer
(416) 569-0430

Item 9 Date of Report

March 20, 2024

SCHEDULE "A"

[See Attached]



MyndTec Inc. Completes Fourth Tranche of Non-Brokered Private Placement

Mississauga, Ontario, March 19, 2024 – MyndTec Inc. (“**MyndTec**” or the “**Company**”) (CSE: MYTC), an emerging player in neurological treatment and rehabilitation, is pleased to announce that it has closed today the fourth tranche of its non-brokered private placement previously announced on October 13, 2023 (the “**Offering**”). The fourth tranche of the private placement consists of 180,214 Units of the Company (the “**Units**”) at a price of \$0.75 per Unit for aggregate gross proceeds to the Company of \$135,160.50 (the “**Fourth Tranche**”). The third tranche of the private placement of 179,080 Units for aggregate gross proceeds to the Company of \$134,310 closed on February 13, 2024 (the “**Third Tranche**”). The second tranche of the private placement of 177,425 Units for aggregate gross proceeds to the Company of \$133,068.75 closed on December 20, 2023 (the “**Second Tranche**”). The first tranche of the private placement of 184,280 Units for aggregate gross proceeds to the Company of \$138,210.00 closed on November 3, 2023 (the “**First Tranche**”). The cumulative amount raised under the First, Second, Third and Fourth Tranche is \$540,749.25.

Each Unit is comprised of one common share (each, a “**Common Share**”) in the capital of the Company and one Common Share purchase warrant (each, a “**Warrant**”), whereby each Warrant is exercisable to acquire one Common Share (each, a “**Warrant Share**”) at an exercise price of \$0.90 per Warrant Share for a period of 36 months following the closing date of the Fourth Tranche.

The Company intends to use the net proceeds of the Fourth Tranche for general corporate purposes, including working capital, corporate development and sales and marketing.

In Canada, the Units (and the underlying Common Shares, Warrants and Warrant Shares) are subject to a statutory hold period of four (4) months from the closing date of the Fourth Tranche. In the United States, the Units (and the underlying Common Shares, Warrants and Warrant Shares) have not and will not be registered under the U.S. Securities Act and are subject to restrictions on transfer that prevent any transfer or resale absent registration or an applicable exemption from the registration requirements under United States federal and state securities laws. The Fourth Tranche remains subject to the final acceptance by the Canadian Securities Exchange.

The Fourth Tranche constituted a “related party transaction” within the meaning of Multilateral Instrument 61-101 – *Protection of Minority Security Holders in Special Transactions* (“**MI 61-101**”) as a certain insider of the Company participated in the Fourth Tranche and acquired, directly or indirectly, under the First, Second, Third and Fourth Tranche, an aggregate of 720,999 Units pursuant to the Offering. The Company is relying on the exemptions from the formal valuation and minority shareholder approval requirements of MI 61-101 contained in sections 5.5(a) and 5.7(1)(a) of MI 61-101, as the fair market value of the participation in the First, Second, Third and Fourth Tranche by the insider does not exceed 25% of the market capitalization of the Company, as determined in accordance with MI 61-101. The Company

did not file a material change report in respect of the related party transaction at least 21 days before the closing of the Fourth Tranche, which the Company deems reasonable in the circumstances in order to complete the Fourth Tranche in an expeditious manner.

This news release does not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of the securities in any jurisdiction in which such offer, solicitation, or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction. The securities being offered have not been, and will not be registered under the U.S. Securities Act or under any U.S. state securities laws, and may not be offered or sold in the United States or to, or for the account or benefit of, U.S. persons, absent registration or an applicable exemption from the registration requirements of the U.S. Securities Act and applicable state securities laws.

About MyndTec

MyndTec is a Canadian medical technology company dedicated to the development and commercialization of innovative products that improve function, maximize independence and enhance the quality of life for individuals who have suffered injury to the central nervous system as a result of stroke, spinal cord injury and certain traumatic brain injuries. The Company develops non-invasive neurological and nervous system electrical stimulation therapeutics for the treatment of neurological diseases and injury specifically targeted to markets with large, growing and global patient populations.

The Company's flagship product MyndMove™ is a non-invasive functional electrical stimulation-based intervention. MyndMove™ uses neuroplasticity mechanisms to stimulate development of new neural efferent and afferent pathways allowing patients to re-establish voluntary movement and improve independence in their activities of daily living. The MyndMove™ system offers trained therapists the ability to assist individuals affected with paralysis to improve voluntary control of their limbs. The MyndMove™ therapy system offers a broad spectrum of sophisticated functional electrical stimulation software protocols which therapists customize to patient needs to enable meaningful controlled movements via proprietary stimulation technology.

For more information visit the Company's website www.myndtec.com.

Contact Information

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Cautionary Note Regarding Forward-Looking Statements

This news release contains forward-looking statements that constitute "forward-looking information" within the meaning of applicable Canadian securities laws (collectively, "**forward-looking statements**"). All statements in this news release that are not historical facts are forward-looking statements, including, but not limited to, all statements regarding:

events, performance or results of operations that the Company believes, expects or anticipates will or may occur in the future; and the expected use of the net proceeds of the Offering. Forward-looking statements are typically, but not always, identified by words such as: "believes", "expects", "aim", "anticipates", "intends", "estimates", "plans", "may", "should", "could", "continue", "would", "will", "potential", "scheduled", "goal", "target", or variations of such words and phrases and similar expressions, which, by their nature, refer to future events or results that may, could, would, might or will occur or be taken or achieved.

Forward-looking statements are necessarily based on a number of estimates and assumptions that include, but are not limited to: expected future development; general economic conditions; the ability of the Company to execute on its business objectives; and other estimates and assumptions described in the Company's Listing Statement dated February 18, 2022 (the "**Listing Statement**"), a copy of which is available under the Company's profile on SEDAR at www.sedar.com. Forward-looking statements are inherently subject to a number of significant risks and uncertainties that could cause the actual results or events to differ materially from those described in the forward-looking statements. Important risks and uncertainties that could cause actual results or events to differ materially from expectations include, but are not limited to: the Company's ability to continue as a going concern, the Company's research, development and commercialization of its products could be stopped or delayed if any third party fails to provide sufficient quantities of products or components, or fails to do so at acceptable quality levels or prices, or fails to maintain or achieve satisfactory regulatory compliance; the Company expects to incur significant ongoing costs and obligations relating to its investment in infrastructure, growth, research and development, regulatory compliance and operations; and other risks and uncertainties described in the Listing Statement. The Company has attempted to identify important factors that could cause actual results, performance or achievements to vary from those expectations expressed or implied by the forward-looking statements, however, there may be other factors that cause results, performance or achievements not to be as expected and that could cause actual results, performance or achievements to differ materially from current expectations. These forward-looking statements are only current as of the date of this news release. Although the Company believes that the expectations reflected in such forward-looking statements are reasonable, such statements involve risks and uncertainties and the Company provides no assurance that they will prove to be correct. Readers should not place undue reliance on such forward-looking statements. The Company does not undertake any obligation to update forward-looking statements contained herein, other than as required by applicable law. All forward-looking statements are qualified in their entirety by this cautionary statement.

The CSE has in no way passed upon the merits of the business of the Company and has neither approved nor disapproved the contents of this news release and accepts no responsibility for the adequacy or accuracy hereof.

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