

**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

October 23, 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 October 23, 2024, through Newsfile Corp. This news release was subsequently filed on the System for Electronic Document Analysis and Retrieval+ at www.sedarplus.ca.

Item 4 Summary of Material Change

On October 23, 2024, the Company announced that it had closed the first tranche (the “**First Tranche**”) of its non-brokered private placement of units of the Company (each a “**Unit**”) previously announced on October 1, 2024 (the “**Offering**”).

The First Tranche consists of 183,550 Units at a price of \$0.75 per Unit for aggregate gross proceeds to the Company of \$137,662.50.

Item 5 Full Description of Material Change

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

The First Tranche consists of 183,550 Units at a price of \$0.75 per Unit for aggregate gross proceeds to the Company of \$137,662.50.

Each Unit is comprised of one common share in the capital of the Company (each, a “**Common Share**”) 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 First Tranche.

This 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 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 (the “**Insider**”), participated in this tranche and acquired 183,550 Units pursuant to the

Offering. The Company has relied on the exemptions from the formal valuation and minority shareholder approval requirements of MI 61-101 as the Company is not listed on a stock exchange specified in Section 5.5(b) of MI 61-101 and neither the fair market value of the securities issued to the Insider, nor the consideration paid by the Insider exceeded \$2.5 million. The Company did not file a material change report in respect of the related party transaction at least 21 days before the closing of this tranche, which the Company deems reasonable in the circumstances in order to complete this tranche in an expeditious manner.

(b) the purpose and business reasons for the transaction

The Company intends to use the net proceeds of the First 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 First Tranche 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 183,550 Units to the Insider.

Prior to the completion of the First Tranche, the Insider owned directly, and indirectly through an entity controlled by the Insider, 6,739,700 Common Shares and 2,587,758 Warrants, representing approximately 33.93% of the outstanding Common Shares on a partially diluted basis.

Following the completion of the First Tranche and as of October 23, 2024, the Insider owns directly, and indirectly through an entity controlled by the Insider, 6,923,250 Common Shares and 2,771,308 Warrants, representing approximately 34.80% of the outstanding Common Shares on a partially diluted basis.

(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 and entered into a 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 has relied on the exemptions from the formal valuation and minority shareholder approval requirements of MI 61-101 as the Company is not listed on a stock exchange specified in Sections 5.5(b) of MI 61-101 and neither the fair market value of the securities issued to the Insider, nor the consideration paid by the Insider exceeded \$2.5 million.

The Offering was approved unanimously by all five directors of the Company which includes four directors who are independent in respect of the Offering and who are not employees of the Company.

Neither the Company nor, to the knowledge of the Company after reasonable inquiry, the Insider has knowledge of any material information concerning the Company or its securities that has not been generally disclosed.

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

October 31, 2024

SCHEDULE “A”

[See Attached]



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

Mississauga, Ontario, October 23, 2024 – MyndTec Inc. (“**MyndTec**” or the “**Company**”) (CSE: MYTC), a neurological treatment and rehabilitation medical technology company, is pleased to announce that it has closed today (the “Closing Date”) the first tranche of its non-brokered private placement announced on October 1, 2024 (the “Offering”) of 183,550 units of the Company (the “Units”) at a price of \$0.75 per Unit for aggregate gross proceeds to the Company of \$137,662.50 (the “Offering”).

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.

The Company intends to use the net proceeds of the Offering 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. 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. Closing of this tranche is subject to compliance with the requirements of the Canadian Securities Exchange (the “CSE”).

This 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 this tranche and acquired, directly or indirectly, under this tranche, 183,550 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 as the Company is not listed on a stock exchange specified in Section 5.5(b) of MI 61-101 and neither the fair market value of the securities being issued to such insider, nor the consideration being paid by such insider exceeds \$2.5 million. The Company did not file a material change report in respect of the related party transaction at least 21 days before the closing of this tranche, which the Company deems reasonable in the circumstances in order to complete this 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 described herein 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 CSE-listed medical technology company focused on using neurostimulation to restore function and improve treatment for individuals who have suffered from diseases, disorders and damage to the central nervous system, including Parkinson's disease, Alzheimer's disease and stroke. The Company has developed the MyndMove™ system, a non-invasive functional electrical stimulation-based intervention, that uses neuroplasticity mechanisms to stimulate the development of new neural pathways allowing patients to re-establish voluntary movement and improve living independence. The company is researching new treatments and uses for neurostimulation and other technologies to improve patient outcomes.

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

Contact Information

Craig Leon, CEO
MyndTec Inc.
investor.relations@myndtec.com
Tel: (905) 919-3144

Bill Mitoulas, Principal
Venture North Capital Inc.
billm@venturenorthcapital.com
Tel: (416) 479-9547

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: the Offering and events, performance or results of operations that the Company believes, expects or anticipates will or may occur in the future. 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 and other public filings, including its most recent MD&A, available under the Company's profile on SEDAR+ at www.sedarplus.ca. Forward-looking statements are inherently subject to a number of significant risks and uncertainties that could cause actual results or events to differ materially from those described in or implied by 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, or fails to obtain and maintain necessary intellectual property protections, as well as to navigate potential challenges from third parties asserting their own intellectual property rights; the Company expects to incur significant ongoing costs and obligations relating to its investment in infrastructure, growth, research and development, licensing, regulatory compliance and operations; and other risks and uncertainties described in its Listing Statement and other public filings. 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. Accordingly, investors should not place undue reliance on forward-looking statements. 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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