

FORM 51-102F3

MATERIAL CHANGE REPORT

Item 1. Reporting Issuer

Chai-Na-Ta Corp. (the "Company")
Unit 100 - 12051 Horseshoe Way
Richmond, BC
V7A 4V4
Phone: (604) 272-4118
Fax: (604) 272-4113

Item 2. Date of Material Change

September 1, 2006

Item 3. Press Release

A press release announcing the material change was issued by the Company on September 1, 2006 at Vancouver, British Columbia

Item 4. Summary of Material Change

The Company announced that its major investor, Herb King International Limited, converted 10,399,149 non-voting Series 1 Preferred Shares of Chai-Na-Ta into common shares on September 1, 2006.

Item 5. Full Description of Material Change

The Company announced that its major investor, Herb King International Limited, today converted 10,399,149 non-voting Series 1 Preferred Shares of Chai-Na-Ta ("Preferred Shares") into an equivalent number of common shares, thereby raising its holdings of Chai-Na-Ta's common shares to 84% from 78%.

Herb King, a wholly owned subsidiary of Road King Infrastructure Limited of Hong Kong, initially held 20,399,149 Preferred Shares acquired from John Hancock Life Insurance Company in April 2000. Herb King previously converted 10,000,000 Preferred Shares into common shares on a one-for-one basis in accordance with their terms. After giving effect to today's conversion, no Preferred Shares remain outstanding.

Item 6. Reliance on Subsection 7.1(2) or (3) of National Instrument 51-102

Not applicable

Item 7. Omitted Information

Not applicable

Item 8. Senior Officer

Wilman Wong, Chief Financial Officer and Corporate Secretary of the Company is knowledgeable about the material change and this report and may be contacted at (604) 272-4118.

Item 9. Date of Report

September 1, 2006

CHAI-NA-TA CORP.

Per:

“Wilman Wong”

Wilman Wong,
Chief Financial Officer & Corporate Secretary