

For Immediate Release
Calgary, Alberta

Monday, March 12, 2007
TSXV Trading Symbol: SAA.A
SAA.B
24,079,781 Class A Shares
1,044,000 Class B Shares

SOLARA COMPLETES PRIVATE PLACEMENT RAISING \$4.09 MILLION

CALGARY, ALBERTA – March 12, 2007. Solara Exploration Ltd. (“Solara” or the “Company”) is pleased to announce that it has raised \$4,090,000 through a non-brokered private placement of 4,090,000 Class A Shares issued on a “flow-through” basis at \$1.00 per share. The financing was completed on March 9, 2007 in accordance with the conditional approval of the TSX Venture Exchange. The shares will be subject to a four month hold period. The Company plans to use the proceeds of the financing for exploration and development drilling, and geophysical operations on its oil and gas projects in Alberta.

Solara is an emerging junior oil and gas company focused on the exploration, development and acquisition of oil and natural gas assets in western Canada.

For further information please contact:

Donald R. Holding, President and Chief Executive Officer
Solara Exploration Ltd.
1800, 444 - 5th Avenue S.W.
Calgary, Alberta T2P 2T8
Telephone: (403) 537-0458
Facsimile: (403) 537-0462

[Email: don_solaraexploration@shaw.ca](mailto:don_solaraexploration@shaw.ca)

[Website: www.solaraexploration.com](http://www.solaraexploration.com)

READER ADVISORY

The TSXV has in no way passed upon the merits of the proposed transaction and has neither approved or disapproved the contents of this news release. The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.

This news release contains certain forward-looking statements, including management’s assessment of future plans and operations, and capital expenditures and the timing thereof, that involve substantial known and unknown risks and uncertainties, certain of which are beyond the Corporation’s control. Such risks and uncertainties include, without limitation, risks associated with oil and gas exploration, development, exploitation, production, marketing and transportation, loss of markets, volatility of commodity prices, currency fluctuations, imprecision of reserve estimates, environmental risks, competition from other producers, inability to retain drilling rigs and other services, delays resulting from or inability to obtain required regulatory approvals and ability to access sufficient capital from internal and external sources, the impact of general economic conditions in Canada, the United States and overseas, industry conditions, changes in laws and regulations (including the adoption of new environmental laws and regulations) and changes in how they are interpreted and enforced, increased competition, the lack of availability of qualified personnel or management, fluctuations in foreign exchange or interest rates, stock market volatility and market valuations of companies with respect to announced transactions and the final valuations thereof, and obtaining required approvals of regulatory authorities. The

Corporation's actual results, performance or achievements could differ materially from those expressed in, or implied by, these forward-looking statements and, accordingly, no assurances can be given that any of the events anticipated by the forward-looking statements will transpire or occur, or if any of them do so, what benefits, including the amount of proceeds, that the Corporation will derive therefrom. Readers are cautioned that the foregoing list of factors is not exhaustive. All subsequent forward-looking statements, whether written or oral, attributable to the Corporation or persons acting on its behalf are expressly qualified in their entirety by these cautionary statements. Furthermore, the forward-looking statements contained in this news release are made as at the date of this news release and the Corporation does not undertake any obligation to update publicly or to revise any of the included forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by applicable securities laws.

BOEs may be misleading, particularly if used in isolation. A BOE conversion ratio of 6 Mcf: 1 bbl is based on an energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead.