



Solara Exploration Ltd.

Solara Exploration Ltd. is a junior oil and gas company trading on the TSX Venture Exchange under the trading symbols SAA.A (Class A shares) and SAA.B (Class B shares). The Company explores for, develops and produces crude oil and natural gas in Western Canada. Solara owns interests in producing properties, oil and gas reserves and undeveloped mineral rights in Alberta, Canada.

FINANCIAL AND OPERATING INFORMATION

Nine Months Ended September 30, 2008	
Oil and Gas Revenue	\$5,964,630
Funds from Operations	\$3,020,218
Net Income	\$55,399
Capital Expenditures	\$4,043,066
Produced Field Volumes (boe/d)	357
Sales Volumes (boe/d)	310
Class A Shares	25,001,437
Class B Shares	1,022,800
Working Capital Deficiency (Excluding Bank Debt)	(\$85,022)
Bank Debt	\$7,020,930
Operating Line	\$10,000,000

CORPORATE STRATEGY OVERVIEW

Solara's capital expenditure program is focused on increasing production and reserves by pursuing three primary strategies for growth:

- Drilling exploration and development wells to identify new pools of oil and gas and to optimize reserves
- Acquiring producing oil and gas properties with optimization potential
- Negotiating strategic business combinations to accelerate growth of the company

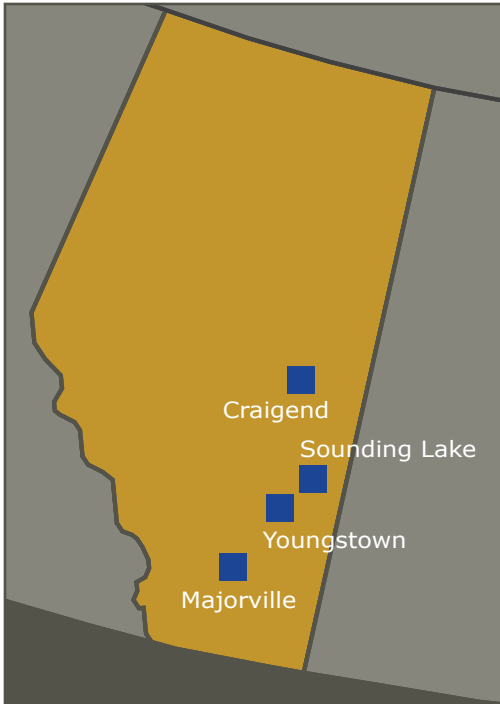
THIRD QUARTER HIGHLIGHTS

For the Nine Months Ended September 30, 2008

- Generated gross oil and gas revenues of \$5,964,630, funds from operations of \$3,020,218 (\$0.12 per basic Class A Share) and net income of \$55,399
- Averaged oil and gas sales production of 310 BOE/d
- Completed purchase and sale transactions acquiring 115 BOE/d
- Participated in the drilling of three wells resulting in two gas wells and one dry and abandoned well

RECENT DEVELOPMENTS

Solara's financial and operating results continued to grow in all key aspects of its business for the first nine months of 2008 compared to the same period in 2007. For the three months ended September 30, 2008, Solara generated \$1.78 million in gross oil and gas sales, and \$763,640 in cash flow or \$0.03 per basic Class A Share. Sales of oil and gas production averaged 310 boe/d during the nine month period ended September 30th compared to daily field production of 357 boe/d. The main difference between field and sales production relates to shrinkage and unavoidable loss of production in the field. Solara had approximately 47 days of production downtime on certain working interest wells due to gas plant turnarounds, workovers, spring breakup and equipment repairs during the period. Several wells are expected to be tied-in and placed on production in the fourth quarter and will add additional oil and gas production. The Company continued to selectively acquire strategic land parcels to its inventory of undeveloped lands during the quarter.



OUTLOOK

Solara's financial and operating performance is expected to continue to improve over the balance of 2008. Production additions from the recent acquisition, tie-ins and new drilling will contribute to the improvement in the Company's business. Solara continues to evaluate asset and corporate acquisitions which may be accretive, and will accelerate growth in the short term. With the current downturn in oil and natural gas prices over the summer and fall, acquisition opportunities are expected to increase in the coming months. The Company has a number of drilling opportunities on its core projects which will be selectively pursued in the short term depending on availability of capital and commodity prices. The management and board of directors remain firmly committed to growing shareholder value.

MANAGEMENT

Donald R. Holding, B.Sc., B.Comm.
President & Chief Executive Officer

Brian A. Skinner, P.Geol.
Vice President, Exploration

Brent J. McGillivray, P.Eng.
Vice President, Operations & Engineering

James E. Lawson, CA
Chief Financial Officer

Ross O. Drysdale, LLB
Corporate Secretary

DIRECTORS

Stanley M. Davison
Chairman

John D. Boyd, P.Geoph.

Alfred F. Fischer, P.Geol.

Donald R. Holding, B.Sc., B.Comm.

AUDITORS

KPMG LLP
Calgary, Alberta

BANKER

National Bank of Canada
Calgary, Alberta

EVALUATION ENGINEERS

GLJ Petroleum Consultants
Calgary, Alberta

LEGAL COUNSEL

Burstall Winger LLP
Calgary, Alberta

REGISTRAR & TRANSFER AGENT

Olympia Trust Company
Calgary, Alberta



CORPORATE PROFILE | DECEMBER 2008

TSX-V SAA.A/SAA.B

FORWARD LOOKING STATEMENTS

This presentation contains forward-looking information. Implicit in this information are assumptions, among other things, regarding oil and natural gas prices, production, royalties and expenses that, although considered reasonable by Solara at the time of preparation, may prove to be incorrect. These forward-looking statements are based on certain assumptions that involve a number of risks and uncertainties and are not guarantees of future performance. Actual results could differ materially as a result of changes in Solara's plans, changes in the commodity prices, general economic, market, regulatory and business conditions as well as production, development and operating performance and other risks associated with oil and gas operations. There is no guarantee by Solara that actual results achieved will be the same as those forecast herein. Readers are cautioned that the foregoing list of important factors is not exhaustive. The forward-looking statements contained in this presentation are made as of the date hereof and Solara undertake no obligation to update publicly or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required by applicable securities laws. The forward-looking statements contained in this presentation are expressly qualified by this cautionary statement.

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