Form 51-102F3
MATERIAL CHANGE REPORT

Item 1. **Name & Address of Company**

Lara Exploration Ltd. (the "Company")
9th Floor, 570 Granville Street
Vancouver, British Columbia
V6C 3P1

Item 2. **Date of Material Change**

October 2, 2007

Item 3. **News Release**

A press release dated October 2, 2007 was issued to the British Columbia, Alberta, and Ontario Commissions, the TSX Venture Exchange and through the facilities of CCN Matthews via Canadian Timely Disclosure.

Item 4. **Summary of Material Change**

The Company is pleased to announce that it is has completed the previously announced non-brokered private placement financing (the "Private Placement") of $1,275,000 by the issuance of 1,500,000 units at $0.85 per unit to Global NR Holding NA, a Luxembourg based holding company which is controlled by the Lundin Family.

Item 5. **Full Description of Material Change**

Item 5.1 **Full Description of Material Change**

Please refer to the press release of the Company disseminated on October 2, 2007, attached hereto.

Item 5.2 **Disclosure for Restructuring Transactions**

Not applicable

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

Not applicable.

Item 7. **Omitted Information**

None.

Item 8. **Executive Officer**

The following executive officer of the Company is knowledgeable about the material change and this report:

Kim Casswell, Corporate Secretary
Phone: 604-669-8777
Email: kcasswell@explgp.com

Item 9. **Date of Report**

October 2, 2007

LARA EXPLORATION LTD.
Suite 900 – 570 Granville Street
Vancouver, BC V6C 3P1
Tel: (604) 669-8777 Fax: (604) 688-1157

October 02, 2007 TSX-V: LRA

NEWS RELEASE

Lara Completes $1,275,000 Private Placement

Vancouver, British Columbia, October 2, 2007 (TSX Venture: LRA) – Lara Exploration Ltd. (“Lara” or the “Company”) is pleased to announce that it is has completed the previously announced non-brokered private placement financing (the “Private Placement”) of $1,275,000 by the issuance of 1,500,000 units at $0.85 per unit to Global NR Holding NA, a Luxembourg based holding company which is controlled by the Lundin Family.

Each unit consists of one common share (a “Share”) and one- non-transferable, Share purchase warrant (a “Warrant”). Each Warrant will entitle the holder thereof to acquire an additional Share at a price of $1.20 per share for a period of two years from the closing of the Private Placement. If, at any time after the four month restricted resale period for the Units (and any Shares issuable on the exercise of the Warrants), the closing price of Lara's common shares is above $1.70 for 20 or more consecutive days, the Company has the right, on notice to the warrant holders, to accelerate the expiry date of the warrants to 20 business days following the date of such notice. A finder's fee of 6.5% percent in units has been paid with respect to the Private Placement. All Shares, Warrants and any Shares issued upon exercise of the warrants including the Shares, Warrants and any Shares issued upon exercise of the warrants to the finder’s, are subject to a regulatory hold period of four months expiring on January 29th, 2008.

The proceeds of the offering will be used by Lara to advance its projects in Brazil and Peru and for general working capital and corporate purposes.

About Lara

Lara is a well-funded junior exploration company with fourteen (copper, gold, nickel and tin) projects in Brazil and the Lara oxide copper deposit in Peru. Lara’s common shares trade on the TSX Venture Exchange under the symbol "LRA".

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For further information on Lara Exploration Ltd. please consult our website www.laraexploration.com or contact: Miles Thompson, President or Kim Casswell, Corporate Secretary at (604) 669-8777.