FORM 51-102F3
MATERIAL CHANGE REPORT

Item 1. Name and Address of Company

Solara Exploration Ltd. ("Solara" or the "Company")
1800, 444 – 5 Avenue SW
Calgary, AB T2P 2T8

Item 2. Date of Material Change

October 13, 2010

Item 3. News Release

A press release reporting the material change, a copy of which is attached, was issued by the Company at Calgary, Alberta through the services of Marketwire on October 13 2010.

Item 4. Summary of Material Change

The Company is pleased to update its recent drilling activities in the Dewberry area of Alberta. The Company has recently operated the drilling and completion of four (4) new oil wells at Dewberry with combined initial gross oil production of 125 bbls/d or 52 bbls/d net to Solara's interest. The Company owns a 42% working interest in the four wells. Solara has drilled ten (10) oil wells and one potential oil well on the Dewberry project since August, 2009. These wells are currently producing an estimated 316 bbls/d of gross production or 205 bbls/d net to Solara's interest in the project. The Company is currently licensing two horizontal wells on its 100% interest lands which will be drilled into the Dina formation to follow up on its conventional (vertical well) drilling results obtained to date. The Company has identified at least 25 potential additional drilling locations on its lands at the Dewberry project. Solara operates wells which are currently producing oil from one of four separate formations comprising the Sparky, Rex, Cummings and Dina zones.

The Company also reports that it anticipates commencing the first of two horizontal wells at Pembina (Buck Lake) by the first week in November with the second well to follow immediately upon rig release of the first well. Both wells are being drilled within a half of a mile of Solara's recent Cardium oil horizontal discovery well.

The Company is also pleased to report that its recently announced private placement to raise $3 million is fully subscribed and is expected to close on or before October 22, 2010. The proceeds of the financing will be used to fund its share of the fourth quarter drilling program.

Item 5. Full Description of Material Change

The full details of the material change are more fully described in the attached press release.

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

Not Applicable.

Item 7. Omitted Information

None.

Item 8. Executive Officer

Donald R. Holding
President and Chief Executive Officer
1800, 444 – 5 Avenue SW
Calgary, AB T2P 2T8
Telephone: (403) 534-0458

Item 9. Date of Report

October 13, 2010

Solara Exploration Ltd. News Release

For Immediate Release **Wednesday, October 13, 2010**
Calgary, Alberta **TSXV Trading Symbols: SAA.A and SAA.B**
54,383,309 Class A Shares
986,700 Class B Shares

SOLARA EXPLORATION UPDATES RECENT DRILLING ACTIVITIES AND PLANS

CALGARY, ALBERTA – October 13, 2010. Solara Exploration Ltd. ("Solara" or the "Company") is pleased to update its recent drilling activities in the Dewberry area of Alberta. The Company has recently operated the drilling and completion of four (4) new oil wells at Dewberry with combined initial gross oil production of 125 bbls/d or 52 bbls/d net to Solara's interest. The Company owns a 42% working interest in the four wells. Solara has drilled ten (10) oil wells and one potential oil well on the Dewberry project since August, 2009. These wells are currently producing an estimated 316 bbls/d of gross production or 205 bbls/d net to Solara's interest in the project. The Company is currently licensing two horizontal wells on its 100% interest lands which will be drilled into the Dina formation to follow up on its conventional (vertical well) drilling results obtained to date. The Company has identified at least 25 potential additional drilling locations on its lands at the Dewberry project. Solara operates wells which are currently producing oil from one of four separate formations comprising the Sparky, Rex, Cummings and Dina zones.

The Company also reports that it anticipates commencing the first of two horizontal wells at Pembina (Buck Lake) by the first week in November with the second well to follow immediately upon rig release of the first well. Both wells are being drilled within a half of a mile of Solara's recent Cardium oil horizontal discovery well.

Solara is also pleased to report that its recently announced private placement to raise $3 million is fully subscribed and is expected to close on or before October 22, 2010. The proceeds of the financing will be used to fund its share of the fourth quarter drilling program.

About Solara Exploration

Solara Exploration is a publicly traded junior oil and gas company focused on the exploration, development and acquisition of oil and natural gas 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, Canada T2P 2T8
Telephone: (403) 537-0458
Facsimile: (403) 537-0462
Email: don_solaraexploration@shaw.ca

READER ADVISORY

Neither the TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in the policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

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.