

MANAGEMENT'S DISCUSSION AND ANALYSIS

This Management's Discussion and Analysis ("MD&A") dated as of November 14, 2007 for Solium Capital Inc. ("Solium" or the "Company") should be read in conjunction with the unaudited Consolidated Financial Statements and the accompanying notes for the quarter ended September 30, 2007, and the MD&A included in the Company's 2006 Annual Report. The Financial Statements and comparative information have been prepared in accordance with Canadian generally accepted accounting principles. Additional information relating to the Company is available on SEDAR at www.sedar.com under Solium Capital Inc.

All dollar amounts discussed in the MD&A are in Canadian dollars unless otherwise specified.

Special Note Regarding Forward-Looking Statements

Certain statements included or incorporated by reference in this MD&A constitute forward-looking statements or forward-looking information under applicable securities legislation. Forward-looking statements or information typically contain statements with words such as "anticipate", "believe", "expect", "plan", "intend", "estimate", "propose", or similar words suggesting future outcomes or statements regarding an outlook. Forward looking statements or information in this MD&A include but are not limited to expectations regarding future revenues, earnings, capital expenditures, and operating and other costs; business strategy and objectives; market trends; acquisition and disposition plans; the sufficiency of cash and working capital for future operations; and the timing and the completion of various development projects.

Such forward-looking statements or information are based on a number of assumptions which may prove to be incorrect. In addition to other assumptions identified in this MD&A, assumptions have been made regarding, among other things, the Company's transition to new products and releases; a continuing increase in the number of customer transactions; the length of the sales cycles; the competitive environment; the ability to maintain or accurately forecast revenue from the Company's products or services; the ability of the Company to identify, hire, train, motivate and retain qualified personnel; currency fluctuations; the ability of the Company to develop, introduce and implement new products as well as enhancements or improvements for existing products that respond, in a timely fashion, to customer/product requirements and rapid technological change; risks associated with operations; the impact of any changes in the laws and regulations in the jurisdictions in which the Company operates; and the effect of new accounting pronouncements or guidance.

Although the Company believes that the expectations reflected in such forward-looking statements or information are reasonable, undue reliance should not be placed on forward looking statements because the Company can give no assurance that such expectations will prove to be correct. The forward-looking statements are based on Solium's current expectations, estimates and projections, and are subject to a number of significant risks and uncertainties that could cause actual results to differ materially from those anticipated. Such risks and uncertainties include, among others, general business and economic conditions; the overall performance of stock market(s); actions of competitors and partners; the regulatory environment; the corporate governance

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environment and regulatory reporting requirements for Solium's clients; product capability and acceptance; the Company's ability to generate sufficient cash flow from operations to meet its current and future obligations; and the Company's ability to access external sources of financing if required. A more detailed assessment of the risks that could cause actual results to materially differ from current expectations is contained in the Risk Assessment section of this MD&A. The foregoing is not exhaustive and other risks are detailed from time to time in other continuous disclosure filings of the Company. Should one or more of these risks or uncertainties materialize, or should assumptions underlying the forward looking statements prove incorrect, actual results may vary materially from those described herein as anticipated, believed, estimated or expected. These forward looking statements are made as of the date of this MD&A, and the Company assumes no obligation to update or revise them to reflect new events or circumstances.

Summary of Quarterly Results

The following table summarizes the quarterly results for the eight most recently completed quarters.

	2007			2006				2005
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
Grant based participants ¹	120,381	69,605	66,657	63,123	56,810	55,430	55,603	46,282
Share purchase participants	154,896	140,451	142,960	140,622	136,293	134,860	133,167	123,257
Revenues	\$ 3,344,542	\$ 2,706,054	\$ 2,606,387	\$ 2,518,169	\$ 2,067,056	\$ 2,010,179	\$ 2,100,380	\$ 1,695,910
Expenses	\$ 2,969,742	\$ 2,462,198	\$ 2,162,160	\$ 1,695,494	\$ 1,645,731	\$ 1,749,876	\$ 1,487,276	\$ 1,365,634
EBITDA ²	\$ 579,063	\$ 345,688	\$ 538,418	\$ 891,943	\$ 484,701	\$ 322,700	\$ 670,788	\$ 383,083
Earnings before taxes	\$ 374,800	\$ 243,856	\$ 444,227	\$ 822,675	\$ 421,325	\$ 260,303	\$ 613,104	\$ 330,276
Net earnings	\$ 395,413	\$ 270,356	\$ 451,727	\$ 1,112,902	\$ 437,374	\$ 231,478	\$ 695,653	\$ 780,276
Per share								
– basic	\$ 0.014	\$ 0.010	\$ 0.016	\$ 0.039	\$ 0.015	\$ 0.008	\$ 0.025	\$ 0.027
– diluted	\$ 0.013	\$ 0.009	\$ 0.015	\$ 0.038	\$ 0.015	\$ 0.008	\$ 0.024	\$ 0.026

Notes:

¹ Grant based participants include participants in stock option plans, share appreciation rights plans, and share unit plans. The numbers in previous quarters have been updated to disclose the total of grant based participants.

² Earnings before interest, taxes, depreciation and amortization ("EBITDA") is a non-GAAP financial measure which does not have any standardized meaning prescribed by Canadian GAAP (generally accepted accounting principles) and is therefore unlikely to be comparable to similar measures presented by other issuers. EBITDA provides useful information to users as it reflects the net earnings prior to the effect of non-operating expenses such as interest, tax, depreciation and amortization. The following is a reconciliation of EBITDA to net earnings:

	2007			2006				2005
	Q3	Q2	Q1	Q4	Q3	Q2	Q1	Q4
EBITDA	579,063	345,688	538,418	891,943	484,701	322,700	670,788	383,083
Interest expense	(48,887)	–	–	–	–	–	–	–
Amortization	(155,376)	(101,832)	(94,191)	(69,268)	(63,376)	(62,397)	(57,684)	(52,807)
Income tax recovery (expense)	20,613	26,500	7,500	290,227	16,049	(28,825)	82,549	450,000
Net earnings	395,413	270,356	451,727	1,112,902	437,374	231,478	695,653	780,276

Factors Affecting Quarterly Results

Seasonality

Fees collected from clients in the form of annual access fees are recurring in nature and are not affected by seasonal factors. However, transaction fees collected from participants upon the exercising of stock based incentive plans or the withdrawal of assets from share purchase plans have displayed a seasonal trend. The Company typically experiences increased transaction revenue during the first quarter of the year in line with the seasonal nature of participant transaction activity.

Results From Operations

Net Financial Results

The Company had earnings before taxes of \$374,800 in the third quarter of 2007 (2006 – \$421,325) and \$1,062,883 in the nine months ended September 30, 2007 (2006 – \$1,294,732). After the effect of a future income tax recovery of \$20,613 (2006 – \$16,049), net earnings for the third quarter of 2007 came to \$395,413 (2006 – \$437,374). A future income tax recovery of \$54,613 (2006 – \$69,773), brought net earnings to \$1,117,496 for the nine months ended September 30, 2007 (2006 – \$1,364,505). The future income tax recovery arose from recording the benefit of certain Canadian tax loss carryforwards, as well as the reversal of certain future U.S. tax liabilities.

On July 19, 2007, the Company acquired all of the outstanding membership interests of Allecon Stock Associates LLC (“Allecon”) based in Southfield, Michigan. Financial results of Allecon have been included in the consolidated results of the Company from that date.

The third quarter of 2007 continued to be one of investment in strategic initiatives. Consolidated results were reduced by a net loss from U.S. operations of \$212,231 (2006 – \$158,277) for the quarter, and \$695,478 for the nine month period (2006 – \$460,321). A net loss of \$62,469 for the quarter (2006 – \$Nil) was also incurred in the operation of StockVantage Inc. (“StockVantage”), a wholly-owned subsidiary of the Company, and \$148,638 for the nine month period (2006 – \$Nil). StockVantage commenced operations in the second quarter of 2007 and sells the Company’s scaled down, self-service stock option product.

Revenue

Overview

Gross revenue in the third quarter of 2007 was \$3,344,542 (2006 – \$2,067,056), and \$8,656,983 in the nine months ended September 30, 2007 (2006 – \$6,177,615). This represents an increase of \$1,277,486 over the results from the third quarter of 2006 and \$2,479,368 over the results from the nine months ended September 30, 2006. Revenue from Canadian operations was \$2,593,141 in the third quarter of 2007 (2006 – \$2,049,273) and \$7,836,450 in the nine month period (2006 – \$6,107,183), while revenue from U.S. operations was \$751,401 in the third quarter of 2007 (2006 – \$17,783) and \$820,533 in the nine month period of 2007 (2006 – \$70,432). These results represent a growth of 27% between the comparable quarters and 28% between the comparable nine month periods for the Canadian operations, and 4,125% between the comparable quarters and 1,065% between the comparable nine month periods for the U.S. operations.

Monthly access fees from full service direct sales clients were distributed in the following geographic locations:

	<i>As at September 30,</i>	
	2007	2006
	%	%
Canada	70	98
United States	30	2
	100	100

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During the third quarter of 2007, the Company added a direct sales client with approximately 5,100 grant based incentive plan participants and 29,000 share purchase plan participants. This client was previously serviced by GRS Securities Inc. ("GRS Securities"). Solium won the business through a competitive tender process. The addition of this client represents a significant achievement for the Company as it is now the Company's largest direct sales client. Access and transaction fees associated with this client improved by approximately \$114,000 in the third quarter of 2007 when compared to Solium's share of revenue from GRS Securities in the third quarter of 2006.

In March 2007, the Company announced the expansion of its product suite with the launch of StockVantage. StockVantage leverages Solium's Shareworks technology to deliver solutions for companies with smaller stock option plans. As at September 30, 2007, 19 clients with 1,036 participants were implemented onto the StockVantage platform contributing approximately \$19,000 of revenue in the period.

In consideration of softening capital markets, particularly in commodity based sectors through the third quarter of 2007, revenues generated through transaction fees as a percentage of access and implementation revenues was proportionally low.

The overall increase to revenues from the prior year is attributable to the changes in the following categories:

	Three months ended September 30,		Nine months ended September 30,	
	2007 \$	2006 \$	2007 \$	2006 \$
Grant based incentives services				
Direct sales				
Access and implementation fees	1,541,673	709,678	3,248,822	2,044,009
Transaction fees	316,542	227,316	970,391	728,695
Channel	–	9,470	25,042	39,552
	1,858,215	946,464	4,244,255	2,812,256
Share purchase services				
Direct sales				
Access and implementation fees	710,692	325,742	1,546,372	915,403
Transaction fees	139,164	97,597	508,203	359,284
Channel	525,262	683,143	2,005,571	1,936,887
	1,375,118	1,106,482	4,060,146	3,211,574
Consulting services	111,209	14,110	352,582	153,785
	3,344,542	2,067,056	8,656,983	6,177,615

Grant Based Incentives

Grant based incentives include stock options, share appreciation rights, and share unit plans.

Access and implementation fees from direct sales clients totaled \$1,541,673 in the third quarter of 2007 (2006 – \$709,678) and \$3,248,822 in the nine month period of 2007 (2006 – \$2,044,009). The Company implemented 15 Canadian grant based incentive plans onto Shareworks™ and 19 plans onto StockVantage during the third quarter. 12 U.S. grant based incentive plans were implemented during the third quarter.

Total exercise and special transaction fees generated from grant based incentive plans totaled \$316,542 in the third quarter of 2007 (2006 – \$227,316) and \$970,391 in the nine month period of 2007 (2006 – \$728,695). Transaction fees are inclusive of brokerage access and administration fees (see *Outlook* section for further discussion).

As at September 30, 2007, the Company had 120,381 grant-based incentive plan participants (2006 – 56,810) being serviced by the Company. The addition of Allecon clients in July 2007 accounted for approximately 37,000 of these participants.

Share Purchase

Share purchase access and implementation fees from direct sales clients totaled \$710,692 in the third quarter of 2007 (2006 – \$325,742) and \$1,546,372 in the nine month period of 2007 (2006 – \$915,403). Total transaction fees generated from share purchase plans totaled \$139,164 in the third quarter of 2007 (2006 – \$97,597) and \$508,203 in the nine month period of 2007 (2006 – \$359,284). During the third quarter of 2007, the Company implemented 10 Canadian share purchase plans onto Shareworks. This included the significant client formerly serviced by GRS Securities.

Share purchase channel revenue from GRS Securities totaled \$525,262 in the third quarter of 2007 (2006 – \$683,143) and \$2,005,571 in the nine month period of 2007 (2006 – \$1,936,887). The decrease in channel revenue in the quarter associated with the significant client that came to Solium was offset by increased transaction based revenue between the corresponding quarters in 2007 and 2006. The increase of transaction based revenue was also evident in the increased results between the comparable nine month periods in 2007 and 2006.

As at September 30, 2007, the Company had 154,896 share purchase plan participants (2006 – 136,293) being serviced by the Company. 85,933 participants were from direct sales clients (2006 – 31,987), of which the addition of Allecon clients in July 2007 accounted for approximately 21,000 of these participants, and 68,963 participants (2006 – 104,306) were from the GRS Securities channel relationship.

Consulting services

Consulting services revenue totaled \$111,209 in the third quarter of 2007 (2006 – \$14,110) and \$352,582 in the nine month period of 2007 (2006 – \$153,785). Consulting services were comprised of special projects for clients related to designing new entitlement plans, amending existing entitlement plans, or performing tasks associated with special events such as stock splits, or mergers and acquisitions.

Expenses

Overview

Total operating expenses in the third quarter of 2007 were \$2,969,742 (2006 – \$1,645,731) and \$7,594,100 in the nine month period of 2007 (2006 – \$4,882,883).

The increase to expenses resulted partially from costs associated with the ongoing scale up of operations with particular start up costs related to the significant client that was implemented in the quarter. The Company is also continuing to expand its personnel and operational capabilities in response to and in preparation for continued growth.

The Company continues to invest in its Shareworks technology. Additional software development staff were hired in the latter part of 2006 and in the first nine months of 2007 to increase the resources focused on developing improvements to the technology.

The Company continues to invest in its U.S. operations and initiatives. Expenses incurred in the U.S. operations were \$858,848 in the third quarter of 2007 (2006 – \$176,060) and \$1,410,855 in the nine month period of 2007 (2006 – \$530,753).

Expenses incurred in connection with StockVantage totaled \$81,840 in the third quarter of 2007 and \$168,143 in the nine month period of 2007.

In March 2007, the Company listed its common shares on the Toronto Stock Exchange (“TSX”). One-time TSX listing, legal and other associated fees totaling \$112,217 with respect to the new listing also contributed to the increase in expenses during the nine months ended September 30, 2007.

Salaries and Wages

Salaries and wages expense was \$2,064,003 in the third quarter of 2007 (2006 – \$1,102,403) and \$5,061,606 in the nine month period of 2007 (2006 – \$3,013,851). The Company ended the third quarter of 2007 with 112 employees (2006 – 58), of which 28 employees were from Allecon. In addition, the Company has experienced increased upward pressure on salaries as a result of the robust employment market in Calgary.

Stock based compensation expense recognized in the third quarter of 2007 totaled \$120,895 (2006 – \$76,983), and \$260,167 in the nine months ended September 30, 2007 (2006 – \$186,743). 1,160,000 stock options were granted during the third quarter, adding to stock based compensation expense.

General and Administrative

General and administrative expenses totaled \$767,118 in the third quarter of 2007 (2006 – \$475,670) and \$2,160,828 in the nine month period of 2007 (2006 – \$1,660,710). The increase from the prior year is attributable to the changes in the following categories:

	<i>Three months ended September 30,</i>		<i>Nine months ended September 30,</i>	
	2007	2006	2007	2006
	\$	\$	\$	\$
Data feeds	31,682	34,556	105,939	138,060
Insurance	28,169	16,952	78,284	49,798
IT systems and phones	196,685	63,015	376,839	223,460
Professional fees	151,724	167,499	591,232	568,285
Regulatory compliance	14,759	7,850	144,966	37,454
Rent and occupancy	128,286	100,602	336,466	263,761
Travel and entertainment	102,436	51,385	262,416	226,729
Other	113,377	33,811	264,686	153,163
	767,118	475,670	2,160,828	1,660,710

IT systems and phone expenses increased by \$133,670 between the comparable quarters and by \$153,379 between the comparable nine month periods. The addition of Allecon added approximately \$87,700 of IT system expenses to the quarter and nine month period of 2007, mainly related to license fees for the technology currently being used to service existing Allecon stock incentive plan clients. In addition, the Company experienced higher call volumes to its call centre throughout 2007 compared to 2006. Call volumes were significantly higher due to the launch of the significant client in July 2007.

Professional fees increased by \$22,947 between the comparable nine month periods mainly as a result of the following:

- Legal fees increased by \$82,476 from \$120,267 to \$202,743 between the comparable nine month periods. Non-recurring legal services were incurred in relation to the Company's listing on the TSX (\$18,270) in March 2007, and dealing with regulatory infrastructure requirements in the U.S. (\$78,244) in the first and second quarters of 2007. Legal work relating to addressing the regulatory infrastructure in the U.S. was completed in the second quarter of 2007 allowing for full U.S. operational rollout in the remainder of 2007.
- Audit fees decreased by \$58,063 from \$201,154 to \$143,091 between the comparable nine month periods as a result of decreased fees associated with the audit of internal controls under SAS70 guidelines of the American Institute of Certified Public Accountants (AICPA). This audit is recurring in nature and is performed for purposes of satisfying certain clients' requirements under The Sarbanes Oxley Act of 2002.

Regulatory and compliance expenses increased by \$107,512 between the comparable nine month periods. A one-time fee of \$93,657 was paid to the TSX with respect to the new listing of the common shares of the Company on the TSX in March 2007.

Rent and occupancy expenses increased by \$27,684 between the comparable quarters and by \$72,705 between the comparable nine month periods. The addition of Allecon added approximately \$34,000 in rent and occupancy costs during the quarter and nine month period. In addition, occupancy costs for the Company's offices in Calgary, Toronto and Montreal increased effective January 1, 2007.

Travel and entertainment expenses increased by \$51,051 between the comparable quarters and by \$35,687 between the comparable nine month periods. The Company incurs travel expenses due to sales and business development in Canada and the U.S., and due to travel associated with clients located in various geographical locations. Such travel increased between the comparable periods of 2007 and 2006. In addition, costs associated with travel between the Allecon office in the U.S and corporate head office in Canada added to increased costs between the comparable periods.

Amortization

Amortization expense was \$155,376 in the third quarter of 2007 (2006 – \$63,376) and \$351,401 in the nine month period of 2007 (2006 – \$183,457). Amortization relating to \$1.8 million of intangible assets added through the acquisition of Allecon amounted to \$57,914 during the third quarter of 2007. Intangible assets are comprised of customer contracts and key employment agreements.

In addition, \$68,604 of capital assets were purchased during the third quarter and \$222,001 during the nine month period of 2007, which increased the amortization of capital assets between the comparable periods of 2007 and 2006.

Interest on Long-term Debt

Solium obtained a \$3.5 million term loan in connection with the acquisition of Allecon. The term loan is due on July 19, 2010, bears interest at the prime rate plus 1% per annum, and is repayable in monthly instalments of \$97,222 plus interest. \$48,887 of interest expense was incurred on this term loan during the third quarter of 2007.

Foreign Exchange (Gain) Loss

A \$65,642 foreign exchange gain was recorded during the third quarter of 2007 (2006 – loss \$4,282) and \$28,622 foreign exchange gain was recorded during the nine month period of 2007 (2006 – loss \$24,865). The foreign exchange gain arose from the translation of certain U.S. dollar transactions recorded in the Canadian operations, the conversion of U.S. dollar assets and liabilities carried in the Canadian operations, and the translation of the net assets held in the U.S. to Canadian dollars. The foreign exchange gain reflects the increasing strength of the Canadian dollar against the U.S. dollar during the third quarter of 2007.

Income Taxes

\$20,613 of future income tax recovery was recorded in the third quarter of 2007 (2006 – \$16,049) and \$54,613 in the nine month period of 2007 (2006 – \$69,773).

The Company has recorded the benefit of certain Canadian tax loss carryforwards. The Company currently maintains a future tax asset on its balance sheet calculated based on the net earnings of its prior four quarters. Any change to this future tax asset from period to period is reflected as a change in the valuation allowance for the asset and is reflected as a future income tax expense or recovery.

In addition, future U.S. tax liabilities of \$687,458 were recorded in connection with the acquisition of Allecon to reflect the estimated net future tax liability arising from the fair value adjustments made to acquired assets and liabilities. These temporary differences are reversed as the fair value adjustments are amortized over the lives of the corresponding assets and liabilities.

Financial Condition, Liquidity and Capital Resources

Working Capital

Cash on hand as at September 30, 2007 was \$2,080,925 (December 31, 2006 – \$3,074,767). Working capital as at September 30, 2007 was \$1,595,576 (December 31, 2006 – \$4,472,636). Included in the calculation of working capital as at September 30, 2007 was \$2,034,327 of accounts payable outstanding with respect to the acquisition of Allecon.

Cash at September 30, 2007 decreased from December 31, 2006. \$1,847,938 of cash on hand was used in connection with the acquisition of Allecon. The cash position as at September 30, 2007 was also affected by the payout of 2006 bonuses in the amount of \$450,000 during the first quarter of 2007. In addition, cash was utilized in the Company's Normal Course Issuer Bid to purchase 89,100 common shares at a cost of \$130,367 in January 2007. These shares were cancelled from treasury effective January 15, 2007.

Contractual Obligations

	Total	Payments Due by Fiscal Period			
		2007 ¹	2008 and 2009	2010 and 2011	2012 and beyond
Operating Leases	\$ 1,183,409	\$ 101,030	\$ 654,088	\$ 369,089	\$ 59,202
Purchase Obligations	–	–	–	–	–
Total Contractual Obligations	\$ 1,183,409	\$ 101,030	\$ 654,088	\$ 369,089	\$ 59,202

Note:

¹ For the remainder of 2007

Capital Expenditures

Capital expenditures of \$68,604 in the third quarter (2006 – \$12,748) and \$222,001 in the nine month period of 2007 (2006 – \$93,030) were comprised of furniture, equipment, computer hardware, and computer software. The Company implemented a new accounting software package during the first quarter of 2007 to scale with growing operations, and to facilitate more flexible financial reporting and user security. In the second quarter of 2007, a new phone system costing approximately \$73,000 was installed to support growing call centre requirements. The system provides more robust operational and reporting capabilities, including improved user interaction, messaging and call routing functionality. The system is expected to contribute to improved customer service and to support the business as it continues to scale.

Capital purchases of computer equipment, furniture and fixtures are expected to be less than \$100,000 for the remainder of 2007.

It is expected that ongoing capital expenditures will be financed from funds generated by operating activities.

Capital Resources

The Company has a demand operating credit facility of \$500,000 available through a Canadian bank. As at September 30, 2007, no amounts had been drawn on this credit facility. This facility bears interest at prime rate plus 0.25% per annum.

Transactions with Related Parties

The Company utilized legal services totaling \$96,120 in the third quarter of 2007 (2006 – \$7,375) and \$182,096 in the nine months ended September 30, 2007 (2006 – \$54,011). These services were provided by a firm in which a Director of the Company is a partner and were measured at fair market value.

The Company utilized personnel hiring and general consulting services totaling \$2,838 in the third quarter of 2007 (2006 – \$12,528) and \$24,556 in the nine month period of 2007 (2006 – \$21,504). These services were provided by a firm owned by the spouse of a Director of the Company and were measured at fair market value.

In early March 2007, a Director became a full-time employee following his appointment as President and Chief Executive Officer of the Company's U.S. subsidiary. Previous to this appointment, the Company paid the Director \$55,377 (2006 – \$55,148) for consulting services associated with the ongoing development of the business strategy for the U.S. No consulting fees were applicable in the third quarter of 2007 (2006 – \$26,552).

Critical Accounting Estimates

The Company's significant accounting policies are detailed in Note 2 of the December 31, 2006 audited consolidated financial statements. In the determination of financial results, the Company must make certain significant accounting estimates as follows:

Income Taxes

The Company follows the liability method of accounting for income taxes. Under this method, future income tax liabilities and assets are recorded based on temporary differences between the carrying amounts of assets and liabilities on the balance sheet and their tax bases as well as for the benefit of losses available to be carried forward to future years for tax purposes that are more likely than not to be realized. In establishing the appropriate income tax valuation allowances, the Company assesses the realizability of its net future income tax assets and based on all available evidence, both positive and negative, determines whether it is more likely than not that the remaining net future income tax assets or a portion thereof will be realized.

Historically, prior to 2005, the Company had established a full valuation allowance against the calculated tax benefits, since it was uncertain that these tax benefits were more likely than not to be realized. In determining the valuation allowance to establish against these future tax benefits, the Company considers many factors, including the specific tax jurisdiction, the carry forward period, income tax strategies, and forecasted earnings. A valuation allowance is recognized if, based on the weight of available evidence, the Company concludes that it is more likely than not that some portion or all of the future tax benefits will not be realized. On the basis of consecutive quarters of profitability from 2004 through 2007 and the Company's forecasts of operating results for the foreseeable future, it has determined that it is more likely than not that a portion of the future income tax assets will be realized.

In evaluating the realizability of the future income tax asset, the financial results of the last four financial quarters are used as a key indicator. In addition, assumptions about the continued ability to service existing clients and add new clients, the sustainability of the capital markets, and the continued ability to manage costs due to growth are inherent in estimating the realizability of the future tax benefits.

Changes in Accounting Estimates Including Initial Adoption

Financial Instruments

Effective January 1, 2007, the Company adopted Section 3855 – *Financial Instrument Recognition and Measurement*, Section 3861 – *Financial Instruments Disclosure and Presentation*, and Section 3865 – *Hedges*. These standards were adopted prospectively.

The Company has classified all financial instruments into one of the following five categories: 1) loans and receivables, 2) assets held-to-maturity, 3) assets available-for-sale, 4) other financial liabilities, and 5) held-for-trading (assets and liabilities). All financial instruments must initially be recognized at fair value. Subsequent measurement of the financial instruments is based on their classification. Financial instruments that are classified as held-for-trading or available-for-sale are re-measured each reporting period at fair value with the resulting gain or loss recognized immediately in net earnings and other comprehensive income, respectively. All other financial instruments are accounted for at amortized cost.

The Company made the following classifications of financial instruments outstanding on January 1, 2007:

- Cash and cash equivalents – designated as held-for-trading
- Accounts receivable – loans and receivables
- Bank overdrafts, accounts payable and accrued liabilities – other financial liabilities

Due to the nature and/or short maturity of these financial instruments, their carrying value approximated their fair value at January 1, 2007.

Exposure to counterparty credit risk, interest rate risk and foreign currency risk arises in the normal course of the Company's business. The Corporation currently does not enter into derivative financial instruments to reduce exposure to fluctuations in any of the risks impacting the Company's operations.

Derivatives embedded in other financial instruments or contracts are separated from their host contracts and accounted for as derivatives when their economic characteristics and risks are not closely related to those of the host contract. The Company has never had any contracts or financial instruments with embedded derivatives that require bifurcation.

The Company currently does not utilize hedges, and as a result the adoption of Section 3865 currently has no material impact on the financial statements of the Company.

Comprehensive Income

Effective January 1, 2007, the Company adopted Section 1530 – *Comprehensive Income*. Comprehensive income is the change in shareholders' equity which results from transactions and events from sources other than the Company's shareholders. These transactions and events include changes in the currency translation adjustment relating to self-sustaining foreign operations and unrealized gains and losses resulting from changes in the fair value of certain financial instruments. The Company did not have any items to record as transitional adjustments with respect to comprehensive income.

Upon adoption of Section 1530, the Company revised its "Statements of Earnings and Deficit" to include the newly required Statement of Comprehensive Income by creating a combined "Statements of Earnings, Deficit and Comprehensive Income," and changed the Balance Sheet classification from "Deficit" to "Deficit and accumulated other comprehensive income."

Disclosure Controls

The Company has a Corporate Disclosure Policy in place to ensure that communications with the public about the Company are timely, factual and accurate; disseminated in accordance with all applicable legal and regulatory requirements; and that all material information in respect of the Company is communicated to the Chief Executive Officer and the Executive Vice President (EVP), Finance, and where appropriate, the Board of Directors and/or committees thereof. As at September 30, 2007, the Company's Chief Executive Officer and EVP, Finance have concluded that the Company's disclosure controls and procedures are effective to provide reasonable assurance that material information related to Solium is made known to them for disclosure purposes.

It should be noted that while the Chief Executive Officer and EVP, Finance believe that the disclosure controls and procedures will provide a reasonable level of assurance and that they are effective, they do not expect that the disclosure controls and procedures will prevent all errors and fraud. A control system, no matter how well conceived or operated, can provide only reasonable, not absolute assurance that the objectives of the control system are met.

Internal Control over Financial Reporting

The Chief Executive Officer and EVP, Finance of Solium are responsible for designing internal controls over financial reporting or causing them to be designed under their supervision in order to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with Canadian GAAP. The design of the internal controls over financial reporting was assessed as of December 31, 2006. Management identified certain material weaknesses in internal controls over financial reporting which were as follows:

- a) Due to the limited number of accounting staff at Solium, it was not possible to achieve a segregation of duties in certain areas; and
- b) Due to the legacy systems that were established at Solium when it was a smaller company, Solium did not have a sophisticated accounting system in place with strong user security controls.

These weaknesses in Solium's internal controls over financial reporting result in a more than remote likelihood that a material misstatement would not be prevented or detected. Management and the board of directors work to mitigate the risk of material misstatement in financial reporting by segregating duties as much as possible under the current circumstances. Improvements over these weaknesses have occurred in 2007 through the hiring of additional staff and the continuing implementation of a new accounting system. In spite of management's best efforts, there can be no assurance that the risk of material misstatement can be reduced to less than a remote likelihood.

Outlook

Business Prospects

As at September 30, 2007, the Company had 44 corporate plans with approximately \$1.1 million in expected annualized access fee revenue in the implementation pipeline.

Overall, economic and industry factors are substantially unchanged from those described in the MD&A for the year ended December 31, 2006. However, as a result of the softening of the capital markets in recent months, Solium maintains a more conservative outlook on transaction revenue for the remainder of the year and possibly into 2008.

U.S. Market

The Company is continuing to develop its operations in the U.S. The addition of Allecon in July 2007 has provided a base for U.S. operations and an employee base with expertise in the stock plans administration industry. The existing clients of Allecon currently utilizing a different technology base for the stock compensation plans administration will be transitioned over to the Shareworks platform over the course of the next 12 months.

15 of the above-mentioned corporate plans currently in implementation are U.S. based clients. Approximately \$265,000 of expected annualized access fee revenue is estimated from these U.S. based clients.

The Company also continues to explore channel opportunities in the U.S.

StockVantage Inc.

Since September 30, 2007, StockVantage has closed an additional 22 contracts totaling approximately \$60,000 in annualized access fee revenue. These clients are expected to be implemented in the fourth quarter of 2007 and first quarter of 2008.

Canaccord Capital Corporation

In April 2007, the Company finalized an agreement with Canaccord Capital Corporation ("Canaccord") whereby Canaccord will provide trade execution services to Solium's clients. This previously announced strategic relationship enables Solium to provide an additional fully integrated execution and post settlement service for equity transactions through Shareworks. Canaccord will offer Solium's Shareworks application to its growing institutional portfolio and offer a best of breed corporate reporting technology and cost effective brokerage solution to plan administrators and equity plan participants alike.

Through the third quarter of 2007, Solium and Canaccord focused on the final development of an automated solution that fully integrates the delivery of services to Solium's clients and their participants. Solium expects this automated solution will provide robust scalability, reliability and efficiency, which will further enhance Solium's current service offering to its clients and their participants and offer more choice for brokerage services. This enhanced solution will also support Solium's continued growth in both domestic and international markets.

In consideration of this investment by Solium and the services to be provided by Solium to Canaccord, Canaccord will pay to Solium administration fees related to such services and for access to Shareworks. The amount of the administration fees payable in Canada to Solium will be dependent on the volume of securities transactions and fund movements. The aggregate amount of the administration fees achievable through this relationship will be subject to a number of factors including the adoption of the automated solution by clients and general market conditions. Subject to the foregoing factors, Solium believes that the economic terms and efficiencies associated with this strategic relationship could have a positive material impact on Solium's earnings.

During the third quarter of 2007, the Company connected additional clients to the brokerage services of Canaccord generating approximately \$8,500 of brokerage access and administration fees during the period.

The Company has negotiated and will continue to negotiate similar arrangements with additional brokers in order to expand its service offerings.

Outstanding Share Data

The Company is authorized to issue an unlimited number of common shares and an unlimited number of preferred shares. As at the date of this MD&A, there were 29,997,939 common shares outstanding.

Employees, directors, officers and consultants have been granted options to purchase common shares under a stock option plan. As at the date of this MD&A, there were 3,500,740 options outstanding.

Risk Assessment

Management defines risk as the evaluation of probability that an event might happen in the future that could negatively affect the financial condition and/or results of operations of the Company. The risks that could affect the Company have been described in the MD&A of the Company for the year ended December 31, 2006. The risks identified therein do not constitute an exhaustive list of all possible risks as there may be additional risks of which management is currently unaware of.

AUDITOR REVIEW OF INTERIM CONSOLIDATED FINANCIAL STATEMENTS

The interim consolidated financial statements for the period ended September 30, 2007 have not been reviewed by the Company's auditors, Deloitte & Touche LLP. The Company did not engage its auditors to provide a Review Engagement Report on the interim financial statements, and therefore, no such report was issued by the auditors for the period ended September 30, 2007.



Jeff English
President and Chief Executive Officer



Lynn Leong, CA
Executive Vice President, Finance and Administration

CONSOLIDATED STATEMENTS OF EARNINGS, DEFICIT AND COMPREHENSIVE INCOME

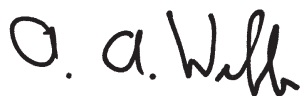
<i>(Unaudited)</i>	<i>Three Months Ended September 30,</i>		<i>Nine Months Ended September 30,</i>	
	2007	2006	2007	2006
	\$	\$	\$	\$
Revenue				
Grant based incentive services	1,858,215	946,464	4,244,255	2,812,256
Share purchase services	1,375,118	1,106,482	4,060,146	3,211,574
Consulting services	111,209	14,110	352,582	153,785
	3,344,542	2,067,056	8,656,983	6,177,615
Expenses				
Salaries and wages <i>(Note 8)</i>	2,064,003	1,102,403	5,061,606	3,013,851
General and administrative	767,118	475,670	2,160,828	1,660,710
Amortization of capital assets	97,462	63,376	293,487	183,457
Amortization of intangible assets <i>(Note 3)</i>	57,914	–	57,914	–
Interest on long-term debt <i>(Note 5)</i>	48,887	–	48,887	–
Foreign exchange (gain) loss	(65,642)	4,282	(28,622)	24,865
	2,969,742	1,645,731	7,594,100	4,882,883
Earnings before taxes	374,800	421,325	1,062,883	1,294,732
Income tax expense <i>(Note 4)</i>				
Current	5,229	–	5,229	–
Future (recovery)	(25,842)	(16,049)	(59,842)	(69,773)
	(20,613)	(16,049)	(54,613)	(69,773)
Net earnings	395,413	437,374	1,117,496	1,364,505
Deficit, beginning of period	(4,499,591)	(6,771,950)	(5,221,674)	(7,699,081)
Deficit, end of period	(4,104,178)	(6,334,576)	(4,104,178)	(6,334,576)
Accumulated other comprehensive income	–	–	–	–
Deficit and accumulated other comprehensive income, end of period	(4,104,178)	(6,334,576)	(4,104,178)	(6,334,576)
Net earnings per share				
Basic	0.014	0.015	0.039	0.048
Diluted	0.013	0.015	0.037	0.046

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED BALANCE SHEETS

	September 30, 2007 \$	December 31, 2006 \$
	<i>(Unaudited)</i>	<i>(Audited)</i>
Assets		
Current		
Cash	2,080,925	3,074,767
Accounts receivable	2,982,620	1,663,623
Prepaid expenses	438,954	218,956
Current portion of deferred charges <i>(Note 2(c))</i>	168,813	–
Future income taxes <i>(Note 4)</i>	849,000	810,000
	6,520,312	5,767,346
Future income taxes	20,257	11,572
Deferred charges <i>(Note 2(c))</i>	51,689	–
Capital assets	661,089	534,062
Intangible assets <i>(Note 3)</i>	1,851,691	–
Goodwill <i>(Note 3)</i>	6,757,984	–
	15,863,022	6,312,980
Liabilities		
Current		
Accounts payable and accrued liabilities	3,303,348	1,174,011
Current portion of deferred revenue	419,724	85,699
Current portion of deferred tenant inducement	35,000	35,000
Current portion of long-term debt <i>(Note 5)</i>	1,166,664	–
	4,924,736	1,294,710
Deferred revenue	161,518	92,680
Deferred tenant inducement	130,851	154,564
Future income taxes <i>(Note 4)</i>	635,498	–
Long-term debt <i>(Note 5)</i>	2,138,890	–
	7,991,493	1,541,954
Shareholders' Equity		
Share capital <i>(Note 6)</i>	11,606,767	9,780,085
Contributed surplus <i>(Note 7)</i>	368,940	460,735
Shares held for cancellation <i>(Note 6)</i>	–	(248,120)
Deficit and accumulated other comprehensive income	(4,104,178)	(5,221,674)
	7,871,529	4,771,026
	15,863,022	6,312,980

APPROVED BY THE BOARD OF DIRECTORS



Anthony Webb
Director



Michael Broadfoot
Director

The accompanying notes are an integral part of these financial statements.

CONSOLIDATED STATEMENTS OF CASH FLOWS

<i>(Unaudited)</i>	<i>Three Months Ended September 30,</i>		<i>Nine Months Ended September 30,</i>	
	2007	2006	2007	2006
	\$	\$	\$	\$
Cash flows related to the following activities:				
Operating				
Net earnings	395,413	437,374	1,117,496	1,364,505
Adjustments for items not involving cash:				
Future income taxes <i>(Note 4)</i>	(22,947)	(16,049)	(51,157)	(69,773)
Amortization of capital assets	97,462	63,376	293,487	183,457
Amortization of intangible assets <i>(Note 3)</i>	57,914	–	57,914	–
Stock-based compensation expense <i>(Note 8)</i>	120,895	76,983	260,167	186,743
Amortization of tenant inducement	(6,215)	(8,749)	(23,713)	(26,247)
	642,522	552,935	1,654,194	1,638,685
Future income taxes	(2,895)	–	(8,685)	–
Changes in non-cash working capital	276,269	377,962	(1,202,976)	(378,641)
	915,896	930,897	442,533	1,260,044
Financing				
Long-term debt, net of repayments	3,305,554	–	3,305,554	–
Issuance of common shares <i>(Note 6)</i>	204,637	–	306,725	33,482
Purchase of common shares in issuer bid, net of purchase costs <i>(Note 6)</i>	–	–	(130,367)	–
Changes in non-cash working capital	–	–	(15,075)	–
	3,510,191	–	3,466,837	33,482
Investing				
Acquisition of subsidiary, net of cash acquired <i>(Note 3)</i>	(6,692,697)	–	(6,692,697)	–
Purchase of capital assets	(68,604)	(12,748)	(222,001)	(93,030)
Changes in non-cash working capital	1,959,768	2,603	2,011,486	(41,672)
	(4,801,533)	(10,145)	(4,903,212)	(134,702)
Net (decrease) increase in cash	(375,446)	920,752	(993,842)	1,158,824
Cash, beginning of period	2,456,371	1,716,472	3,074,767	1,478,400
Cash, end of period	2,080,925	2,637,224	2,080,925	2,637,224

The accompanying notes are an integral part of these financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Nine Months Ended September 30, 2007 and 2006 (Unaudited)

1. BASIS OF PRESENTATION

These unaudited interim consolidated financial statements of Solium Capital Inc. (the “Company” or “Solium”) have been prepared in accordance with Canadian generally accepted accounting principles (“GAAP”) for interim financial statements, and do not include all of the disclosures normally found in the annual financial statements for the Company. These interim financial statements should be read in conjunction with the Company’s audited financial statements for the year ended December 31, 2006.

The preparation of interim financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the interim financial statements and the accompanying notes. Actual results could differ from these estimates and the operating results for the interim period presented are not necessarily indicative of the results expected for the full year.

These interim financial statements have been prepared on a basis consistent with the audited financial statements for the year ended December 31, 2006, except as described in Note 2.

2. CHANGES IN ACCOUNTING POLICIES

a) Financial instruments and hedging activities

Effective January 1, 2007, the Company adopted Section 3855 – *Financial Instrument Recognition and Measurement*, Section 3861 – *Financial Instruments Disclosure and Presentation*, and Section 3865 – *Hedges*. These standards have been adopted prospectively and the comparative interim financial statements have not been restated.

The Company has classified all financial instruments into one of the following five categories: 1) loans and receivables, 2) assets held-to-maturity, 3) assets available-for-sale, 4) other financial liabilities, and 5) held-for-trading (assets and liabilities). All financial instruments must initially be recognized at fair value. Subsequent measurement of the financial instruments is based on their classification. Financial instruments that are classified as held-for-trading or available-for-sale are re-measured each reporting period at fair value with the resulting gain or loss recognized immediately in net earnings and other comprehensive income, respectively. All other financial instruments are accounted for at amortized cost.

The Company made the following classifications of financial instruments outstanding on January 1, 2007:

- Cash and cash equivalents – designated as held-for-trading
- Accounts receivable – loans and receivables
- Bank overdrafts, accounts payable and accrued liabilities – other financial liabilities

Due to the nature and/or short maturity of these financial instruments, their carrying value approximated their fair value at January 1, 2007.

Exposure to counterparty credit risk, interest rate risk and foreign currency risk arises in the normal course of the Company’s business.

The Corporation currently does not enter into derivative financial instruments to reduce exposure to fluctuations in any of the risks impacting the Company’s operations.

Derivatives embedded in other financial instruments or contracts are separated from their host contracts and accounted for as derivatives when their economic characteristics and risks are not closely related to those of the host contract. The Company has never had any contracts or financial instruments with embedded derivatives that require bifurcation.

The Company currently does not utilize hedges, and as a result the adoption of Section 3865 currently has no material impact on the financial statements of the Company.

b) Comprehensive income

Effective January 1, 2007, the Company adopted Section 1530 – *Comprehensive Income*. Comprehensive income is the change in shareholders’ equity which results from transactions and events from sources other than the Company’s shareholders. These transactions and events include changes in the currency translation adjustment relating to self-sustaining foreign operations and unrealized gains and losses resulting from changes in the fair value of certain financial instruments. The Company did not have any items to record as transitional adjustments with respect to comprehensive income.

Upon adoption of Section 1530, the Company revised its “Statements of Earnings and Deficit” to include the newly required Statement of Comprehensive Income by creating a combined “Statements of Earnings, Deficit and Comprehensive Income,” and changed the Balance Sheet classification from “Deficit” to “Deficit and accumulated other comprehensive income.”

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

Nine Months Ended September 30, 2007 and 2006 (Unaudited)

c) Deferred charges

Deferred charges are comprised of costs incurred in the implementation of certain client contracts. Such costs are deferred and amortized on a straight-line basis over the life of the applicable contract in line with the implementation fees charged to the client, which are also deferred and amortized on a straight-line basis over the life of the client contract.

3. ACQUISITION OF ALLECON STOCK ASSOCIATES, LLC

On July 19, 2007, all of the issued and outstanding membership interests of Allecon Stock Associates, LLC ("Allecon") were acquired by Solium Holdings USA Inc., a wholly-owned subsidiary of Solium Capital Inc. The purchase price for the membership interests was US\$7,115,095 in cash, including a US\$936,313 working capital adjustment, 474,381 common shares in the capital of Solium ("Solium Common Shares"), and US\$198,821 in transaction costs.

At closing, US\$5,125,000 in cash was paid and 237,191 Solium Common Shares were transferred. The working capital adjustment of US\$936,313 was paid on October 19, 2007 and is included in accounts payable on the balance sheet as at September 30, 2007. The remaining US\$1,000,000 in cash is due on July 19, 2008, plus interest to be calculated at a rate per annum equal to the Federal Reserve Target Rate, compounded monthly from the closing date of the acquisition. Accordingly, US\$1,053,782 is included in accounts payable as at September 30, 2007. The remaining 237,190 Solium Common Shares, as reduced for any indemnifiable obligations payable to Solium USA, are to be released from escrow on July 19, 2009.

The acquisition is accounted for using the purchase method of accounting.

The estimated fair value of the assets acquired and liabilities assumed in the acquisition are as follows (converted to Canadian dollars as at July 19, 2007):

	\$
Net assets, excluding cash and capital assets	22,076
Capital assets	196,108
Intangible assets:	
Customer contracts	1,659,165
Employment agreements	250,440
Goodwill	6,757,985
Future taxes	(687,458)
	8,198,316
Cash acquired	980,238
Total net assets acquired	9,178,554
Cost of purchase:	
Common shares issued (474,381 shares @ \$3.26 per share)	1,546,482
Cash consideration:	
Cash paid on closing	5,347,938
Cash to be paid for working capital adjustment	977,043
Cash to be paid on July 19, 2008	1,099,621
Estimated transaction costs	207,470
	7,632,072
	9,178,554

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS (continued)

Nine Months Ended September 30, 2007 and 2006 (Unaudited)

The number of Solium Common Shares used as consideration was determined on the date of signing the letter of intent based on a weighted average market price of \$2.26 per share. However, for purposes of recording the acquisition, the Solium Common Shares were assigned an ascribed value of \$3.26 per share. The ascribed value was based on the average market share price of Solium Common Shares for several days before, on, and several days after the date the acquisition was announced to the public on July 20, 2007.

Amortization of the intangible assets is provided on a straight line basis over a period of 10 years for the customer contracts, and over 2 years for the employment agreements.

4. FUTURE INCOME TAXES

The Company has recorded the benefit of certain Canadian tax loss carryforwards. In assessing the realizability of the future tax asset, management considers whether it is more likely than not that some portion or all of the future tax asset will be realized. The financial results of the last four financial quarters is used as a key indicator. In addition, assumptions are made about the continued ability to service existing clients and add new clients, the sustainability of the capital markets, and the continued ability to manage costs due to growth.

Any change to the future tax asset from period to period is reflected as a change in the valuation allowance for the asset and is reflected as a future income tax expense or recovery.

Future US tax liabilities of \$687,458 were recorded in connection with the acquisition of Allecon to reflect the estimated net future tax liability arising from the fair value adjustments made to acquired assets and liabilities. These temporary differences are reversed as the fair value adjustments are amortized over the lives of the corresponding assets and liabilities.

5. LONG-TERM DEBT

In connection with the acquisition of Allecon, Solium obtained a \$3.5 million term loan through a Canadian chartered bank. The term loan is due on July 19, 2010, bears interest at the prime rate plus 1% per annum, and is repayable in monthly instalments of \$97,222 plus interest.

A \$500,000 demand operating facility remains available through the bank at an interest rate of prime rate plus 0.25% per annum.

6. SHARE CAPITAL

	Number of Shares	Amount \$
Issued – common shares		
Balance, December 31, 2006	28,603,899	9,780,085
Issued on acquisition of Allecon Stock Associates, LLC (Note 3)	474,381	1,546,482
Issued on exercise of stock options (Note 8)	1,186,259	306,725
Cancellation of shares purchased in issuer bid	(266,600)	(91,154)
Adjustment on exercise of stock options (Note 7)	–	64,629
Balance, September 30, 2007	29,997,939	11,606,767

In December 2006, Solium initiated a Normal Course Issuer Bid. 177,500 common shares were purchased by the Company in December 2006 at a cost of \$248,120. In January 2007, a further 89,100 common shares were purchased at a cost of \$130,367.

The first 177,500 shares were cancelled from treasury effective January 5, 2007, and the 89,100 shares were cancelled effective January 15, 2007. Upon cancellation, \$91,154 was applied against share capital representing the book value of such shares. The remaining \$287,333 was applied against contributed surplus.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

Nine Months Ended September 30, 2007 and 2006 (Unaudited)

7. CONTRIBUTED SURPLUS

	Amount \$
Balance, December 31, 2006	460,735
Stock-based compensation expense	260,167
Cancellation of shares purchased in issuer bid <i>(Note 6)</i>	(287,333)
Adjustment on exercise of stock options during the year <i>(Note 6)</i>	(64,629)
Balance, September 30, 2007	368,940

8. STOCK-BASED COMPENSATION

Stock option activity with respect to the Company's stock option plan for the nine months ended September 30, 2007 is shown below:

	Number of Shares	Weighted Average Exercise Price \$
Outstanding, December 31, 2006	3,104,499	0.52
Granted	1,637,500	2.71
Exercised <i>(Note 6)</i>	(1,186,259)	0.26
Forfeited	(55,000)	1.11
Outstanding, September 30, 2007	3,500,740	1.62

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS *(continued)*

Nine Months Ended September 30, 2007 and 2006 (Unaudited)

9. SEGMENTED INFORMATION

The following is a breakdown of financial information by geographic segment:

	<i>Three Months Ended September 30,</i>		<i>Nine Months Ended September 30,</i>	
	2007	2006	2007	2006
	\$	\$	\$	\$
Revenue				
Canada	2,593,141	2,049,273	7,836,450	6,107,183
United States	751,401	17,783	820,533	70,432
	3,344,542	2,067,056	8,656,983	6,177,615
Net earnings (loss) before income taxes				
Canada	602,643	579,602	1,773,973	1,755,053
United States	(227,843)	(158,277)	(711,090)	(460,321)
	374,800	421,325	1,062,883	1,294,732
Net earnings (loss)				
Canada	607,644	595,651	1,812,974	1,824,826
United States	(212,231)	(158,277)	(695,478)	(460,321)
	395,413	437,374	1,117,496	1,364,505
Capital expenditures				
Canada	54,330	11,653	204,261	91,935
United States	14,274	1,095	17,740	1,095
	68,604	12,748	222,001	93,030
			<i>September 30,</i>	<i>September 30,</i>
			2007	2006
			\$	\$
Total assets				
Canada			13,363,154	4,788,294
United States			2,499,868	188,263
			15,863,022	4,976,557
Capital assets				
Canada			457,617	364,521
United States			203,472	14,211
			661,089	378,732

CORPORATE INFORMATION

OFFICERS

Vincent Alessi

Vice President, Solium Capital, LLC

Rudolph Bester

Executive Vice President, Sales and Marketing

Stephanie Ceglia

Vice President, Market Development (U.S.), Solium Capital, LLC

Brian Craig

Executive Director

June Davenport

Executive Vice President, Business Integration

Jeff English

President and Chief Executive Officer

Lisa Fidaleo

Vice President, Sales (U.S.), Solium Capital Ltd.

Jeannie Kezama

Executive Vice President, Service Operations

Lynn Leong

Executive Vice President, Finance and Administration

Marcos Lopez

Executive Vice President, Corporate Strategy and Business Development

Jim McBride

Executive Vice President, Solium Capital, LLC

Lance Titchkosky

Vice President, Software Development

Russ Waterhouse

*President and Chief Executive Officer,
Solium Holdings USA Inc., Solium Capital Ltd. and Solium Capital, LLC*

DIRECTORS

James Aramanda

*Director,
Solium Capital Inc.*

Michael Broadfoot

*Director,
Solium Capital Inc.*

Brian Craig

*Executive Director,
Solium Capital Inc.*

Jeff English

*President and CEO,
Solium Capital Inc.*

Justin Ferrara

*Partner,
Macleod Dixon LLP*

Russ Waterhouse

*Director,
Solium Capital Inc.*

Anthony Webb

*Former President and Chief Executive Officer,
Royal Trust*

OFFICES

Head Office

200, 805 – 8th Avenue S.W.
Calgary, Alberta T2P 1H7
Phone 403-515-3910
Fax 403-515-3919
Toll Free 1-877-380-7793

Toronto Office

905, 150 Ferrand Drive
Toronto, Ontario M3C 3E5
Phone 416-365-7771
Fax 416-365-9169

Montreal Office

799, 999 de Maisonneuve Blvd. West
Montreal, Quebec H3A 3L4
Phone 514-499-8200
Fax 514-499-8201

Connecticut Sales Office

107 Mill Plain Road
Suite 200
Danbury, CT
06811
Phone 203-798-6210
Fax 203-798-6861

Detroit Office

25900 West Eleven Mile
Suite 140
Southfield, MI
48034
Phone 248-353-7050
Fax 248-353-1445

INVESTOR INFORMATION

Transfer Agent

Valiant Trust Company

Legal Counsel

Macleod Dixon LLP

Auditors

Deloitte & Touche LLP

Stock Listing and Symbol

TSX

Symbol: SUM

Investor Contact

Lynn Leong
Executive Vice President, Finance and Administration
Phone 403-515-3910
Fax 403-515-3933
Email investorrelations@solium.com

Website

www.solium.com