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**FOR IMMEDIATE RELEASE**

**Solium Capital Inc. Releases 2008 Third Quarter Results**

**CALGARY, November 3, 2008** – Solium Capital Inc. (“Solium” or the “Company”) today announced its financial results for the third quarter and nine months ended September 30, 2008.

The third quarter represented another period of strong client growth further broadening Solium’s market reach, assets under administration and recurring access fee revenue. The Company’s core operations as evidenced by recurring access fee revenue grew by 40% between the comparable quarters and by 78% between the comparable nine month periods of 2008 and 2007. For the third quarter of 2008, financial results and operating margins continue to be adversely affected by lower transaction activity and associated transaction fees when compared to historical performance as a consequence of challenging capital market conditions and the impact on our clients’ share valuations.

Financial highlights for the quarter and nine months ended September 30, 2008:

	Three Months Ended September 30			Nine Months Ended September 30		
	2008	2007	% Change	2008	2007	% Change
<b>PARTICIPANTS</b>						
Grant based <sup>1</sup>				162,444	120,381	35%
Share purchase <sup>1</sup>				105,695	146,896	(28%)
<b>FINANCIAL</b>						
Revenue						
Access fees	\$3,142,075	\$2,252,365	40%	\$8,518,385	\$4,795,194	78%
Transaction fees	\$507,566	\$449,080	13%	\$2,137,498	\$1,470,127	45%
Brokerage access fees <sup>2</sup>	\$216,729	\$6,626	-	\$795,111	\$8,467	-
Other	\$296,405	\$636,471	(53%)	\$1,217,343	\$2,383,195	(49%)
Total revenue	\$4,162,775	\$3,344,542	24%	\$12,668,337	\$8,656,983	46%
Expenses	\$3,972,313	\$2,969,742	34%	\$11,910,267	\$7,594,100	57%
EBITDA <sup>3</sup>	\$434,839	\$579,062	(25%)	\$1,563,811	\$1,463,171	7%
Earnings before taxes	\$190,462	\$374,800	(49%)	\$758,078	\$1,062,882	(29%)
Net earnings	\$47,595	\$395,413	(88%)	\$315,943	\$1,117,496	(72%)
Net earnings per share						
Basic	\$0.002	\$0.014	(86%)	\$0.010	\$0.039	(74%)
Diluted <sup>4</sup>	\$0.002	\$0.013	(85%)	\$0.010	\$0.037	(73%)
Issued and outstanding						
Common shares				30,347,672	28,754,780	6%
Diluted <sup>5</sup>				33,380,172	32,255,520	3%

Notes:

- Grant based participants include participants in stock option plans, share appreciation rights plans, and share unit plans. Participants may be utilizing more than one product module at once. Consequently, the total number of unique participants utilizing Shareworks is lower than the sum of all participants noted in the above table.
- Brokerage access fees were introduced in 2007. Due to the significant change between the comparable periods in 2008 and 2007, a percentage change is not meaningful.

3. 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. Management uses EBITDA in measuring the financial performance of the Company as this measure reflects results that are controllable by management in day-to-day operations. Management monitors EBITDA against budget and past results on a regular basis. The measure is a key component in determining the annual bonus pool for staff and management. The following is a reconciliation of EBITDA to net earnings:

	Three months ended September 30		Nine months ended September 30	
	2008	2007	2008	2007
EBITDA	434,839	579,063	1,563,811	1,463,171
Interest expense	(36,462)	(48,887)	(132,028)	(48,887)
Amortization expense	(207,915)	(155,376)	(673,713)	(351,401)
Income tax (expense) recovery	(142,867)	20,613	(442,127)	54,613
Net earnings (loss)	47,595	395,413	315,943	1,117,496

4. Diluted earnings per share is calculated using the treasury stock method.  
5. Diluted shares as presented equals issued and outstanding common shares plus outstanding stock options.

## Overview

In the third quarter of 2008, Solium continued to execute on several key areas of its business strategy.

- **Direct Sales Growth** - The Company continues to experience healthy growth in its direct sales clients. Recurring access fees from direct sales clients grew by 40% between the comparable quarters of 2008 and 2007. Participants collectively using either grant-based or share purchase functionality on Shareworks™ or StockVantage™ increased by 22%.
- **Market Expansion** - The Company continues to strengthen its business in the U.S. market. The transition of the Allecon Stock Associates, LLC (“Allecon”) client portfolio over to the Shareworks platform is materially complete, and the Company continues to focus on achieving additional operational efficiencies. Client attrition associated with the transition of these clients occurred within expectations. The direct sales team in the U.S. has been established and the sales pipeline is building strength.
- **Revenue Enhancement** - The Company has diversified its revenue stream in Canada by entering into strategic relationships with Canaccord Capital Corporation and HSBC InvestDirect (the “Brokers”), whereby the Brokers pay to Solium administration fees related to their access to Shareworks and the opportunity to provide trade execution services to Solium’s clients. Similar relationships have been entered into with other brokers in the U.S. and access and administration fees will be payable to Solium by these brokers if Solium is successful in obtaining the required regulatory approval to permit such payments. Solium has applied for regulatory status to participate in such revenues in the U.S. and anticipates conclusion of the process before the end of the year. Transaction based access and administration fees from the Brokers added \$216,729 of revenue in the third quarter of 2008 and \$795,111 in the nine months ended September 30, 2008. Total associated revenues have been hampered by comparatively low trade activity through the third quarter and the first nine months of 2008 versus historical performance.
- **Product Diversification** - The Company diversified its product offering with the rollout of the StockVantage product in 2007. The product continues to receive strong early acceptance in the marketplace with 212 plans implemented onto the platform by the end of the third quarter of 2008. This represents a 235% growth of plans administered by StockVantage since year-end 2007. StockVantage achieved positive earnings results in September and management anticipates ongoing positive earnings performance into the future.
- **Product Innovation** - The Company continues to make ongoing enhancements to the Shareworks platform to meet the needs of the U.S. market, new business and internal operational efficiencies and scalability. The Company has been actively implementing a new money movement solution that will transition money movement and foreign exchange services and associated revenues to the Company. Management anticipates implementation to be largely completed by end of the year.

## Financial results

- EBITDA decreased by \$144,223 between the comparable quarters, and increased by \$100,640 between the comparable nine month periods of 2008 and 2007.
- Net earnings decreased by \$347,818 between the comparable quarters, and by \$801,553 between the comparable nine month periods of 2008 and 2007. In the third quarter of 2008, Solium continued to make investments in its key strategic initiatives to position the Company for future growth.

- Net earnings from Canadian operations were \$324,926 in the third quarter (2007 - \$607,644) and \$801,511 in the nine month period (2007 - \$1,812,974). Included in the Canadian results are net earnings of \$17,929 in the third quarter (2007- loss \$62,469) and a net loss of \$43,911 in the nine month period (2007 – loss \$148,638) relating to the StockVantage product. The decrease in net earnings was primarily due to a decrease in transaction revenue, and an increase in income tax expense as the Company is now partially taxable. Income tax expense in the third quarter was \$142,867 (2007 - \$20,613 recovery) and \$442,127 in the nine month period (2007 - \$54,613 recovery).
- The net loss from U.S. operations was \$277,331 in the third quarter (2007 - \$212,231) and \$485,568 in the nine month period (2007 - \$695,478).
- Gross revenue increased by \$818,233 between the comparable quarters and by \$4,011,354 between the comparable nine month periods of 2008 and 2007.
  - Direct access fee and implementations revenue was \$3,142,075 in the third quarter (2007- \$2,252,365) and \$8,518,385 in the nine month period (2007 - \$4,795,194). The Company continues to experience strong organic growth in the addition of direct sales clients. Canadian clients with annual access fees of approximately \$1.4 million and U.S. clients with annual access fees of approximately \$700,000 have been implemented onto Shareworks during the preceding 12 month period ended September 30, 2008. New clients were partially offset by client losses. Canadian clients with annual access fees of approximately \$260,000 and U.S. clients with annual access fees of approximately \$460,000 were lost due to either client mergers and acquisition activity, or clients' decisions not to transition from Allecon.
  - Direct transaction revenue was \$507,566 in the third quarter (2007 - \$449,080) and \$2,137,498 in the nine month period (2007 - \$1,470,127). Given current capital market conditions and the overall decline in the share valuations of Solium's client portfolio, transaction activity and the associated revenues did not grow at a corresponding rate to the growth of the Company's book of direct sales clients between the comparable quarters or comparable nine month periods of 2008 and 2007. For comparative purposes, Canadian participant trade activity has been analyzed relative to the number of Canadian direct sales participants. Currently, the Canadian book of business represents the bulk of the Company's business and can be reasonably assumed to be indicative of the relative transaction activity in the Company's overall book of business. Participant trade activity in Canada in the third quarter of 2008 relative to the number of direct sales participants was only 62% of the level in the comparable quarter in 2007, and in the nine months ended 2008 was only 56% of the level in the comparable nine month period in 2007. For broader historical context, participant trade activity in the third quarter of 2008 relative to the number of direct sales participants was 46% of the average 5-year historical level, and in the nine months ended 2008 was 70% of the average 5-year historical level. Participant transaction revenue represents Solium fees for trades administered through the Shareworks system and does not include the brokerage access and administration fees.
  - Brokerage access and administration fees were \$216,729 in the quarter (2007 - \$6,626) and \$795,111 in the nine month period (2007 – 8,467). Similar to Solium transaction revenue, brokerage access and administration revenue is primarily impacted by the level of transaction activity which, as noted above, exhibited a decline year over year. Currently, brokerage access and administration fees are earned only in Canada.
  - Channel revenue from GRS Securities Inc. ("GRS") was \$136,853 in the third quarter (2007 - \$525,262) and \$763,691 in the nine month period (2007 - \$2,030,613). The decrease was due to the plans transitioned off of Shareworks as a result of GRS exiting the equity plans portfolio they previously managed. The decrease in GRS plans is the main reason for the decrease of 41,201 in the overall number of share purchase participants utilizing Shareworks between the comparable quarters of 2008 and 2007.
  - Gross revenue from Canadian operations was \$3,193,866 in the third quarter (2007 - \$2,593,141) and \$9,545,789 in the nine month period (2007 - \$7,836,450). Canadian gross revenue includes \$178,424 in the third quarter and \$479,216 in the nine month period of 2008 relating to StockVantage.
  - Gross revenue from U.S. operations was \$968,909 in the third quarter (2007 - \$751,401) and \$3,122,548 in the nine month period (2007 - \$820,533). The large increase between the comparable nine month periods of 2008 and 2007 was mainly due to the acquisition of Solium LLC (formerly known as Allecon) in July 2007.
- Total expenses increased by \$1,002,571 between the comparable quarters and by \$4,316,167 between the comparable nine month periods of 2008 and 2007.

- The Company expanded its personnel and operational capabilities in response to and in preparation for continued growth.
- Expenses totaling approximately \$125,000 during the quarter and nine months ended September 30, 2008 were of a non-recurring nature.
- The Company continues to invest in its U.S. operations and initiatives. Expenses incurred in the ongoing development of the U.S. operations were \$1,272,441 in the third quarter (2007 - \$979,244) and \$3,686,855 in the nine month period (2007 - \$1,531,623). The large increase between the comparable nine month periods of 2008 and 2007 was largely due to the acquisition of Solium LLC (formerly known as Allecon) in July 2007.
- Increased amortization of \$14,871 in the third quarter and \$160,439 in the nine month period, along with increased interest expense of \$83,141 nine month period were incurred as a result of the 2007 acquisition of Solium LLC (formerly known as Allecon).
- Expenses incurred in connection with StockVantage totaled \$179,316 in the third quarter (2007 - \$81,840) and \$481,569 in the nine month period (2007 - \$168,143).
- The Company continues to invest in its Shareworks technology. Additional software development staff was hired throughout 2007 and into the first quarter of 2008 to increase the resources focused on the continued development of our industry leading technology, with a focus on expanding functionality for the U.S. market. All research and development costs are currently expensed for accounting purposes.
- Income taxes were \$142,867 in the third quarter (2007 - \$20,613 recovery) and \$442,127 in the nine month period (2007 - \$54,613 recovery). Future tax assets previously recorded for Canadian tax loss carryforwards and research and development tax pools were utilized during the period. The benefit of tax pools available to offset taxable income and federal taxes payable for the Canadian parent company were fully recorded onto the balance sheet in prior periods and, as at September 30, 2008, \$36,264 of these future tax assets remain to be applied against federal cash taxes payable in 2008. During the first nine months of 2008, the Company began to incur provincial income taxes payable following the usage of all provincial tax pools available to offset provincial taxable income. Provincial taxes payable were \$60,977 in the third quarter of 2008 and \$114,258 in the nine month period ended September 30, 2008.

### **Operations**

- 14 grant based incentive plans with estimated annual access fees of \$750,000 were implemented onto the Shareworks platform during the third quarter of 2008. 44 plans with estimated access fees of \$160,000 were implemented onto the StockVantage platform.
- 6 share purchase plans with estimated annual access fees of \$98,000 were implemented onto the Shareworks platform during the third quarter of 2008.
- As at September 30, 2008, the Company had corporate plans with approximately 14,000 participants and \$800,000 in estimated annual access fees in the implementation pipeline for Shareworks.
- GRS recently announced an acquisition of a competitor's Canadian book of business which contains a number of share purchase plans. GRS has advised Solium of its intention to bring these share purchase plans onto the Shareworks system in the near future and consequently, GRS and Solium have amended certain pricing terms in the existing channel agreement to accommodate such a transition.

### **About Solium Capital Inc.**

Solium Capital Inc. (TSX: SUM) specializes in the administration and execution of equity-based incentive and savings plans and is setting the industry standard for service excellence, industry knowledge and innovative technical leadership. Solium's technology platform, Shareworks, is a leading online solution that integrates the management of multiple equity plan types including stock options, share units, and employee share purchase plans on one comprehensive platform.

*Certain statements included or incorporated by reference in this press release 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 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. 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 or information because the Company can give no assurance that such expectations will prove to be correct. The forward-looking statements and information 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 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. 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 or information prove incorrect, actual results may vary materially from those described herein as anticipated, believed, estimated or expected. The Company utilizes future-oriented financial information for budgeting and planning purposes and the information may not be appropriate for other purposes.*

*The Management's Discussion and Analysis and the unaudited consolidated financial statements for the quarter and nine months ended September 30, 2008 referred to herein are available on SEDAR at [www.sedar.com](http://www.sedar.com) under Solium Capital Inc., or at [www.solium.com](http://www.solium.com).*

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