



MESSAGE TO OUR SHAREHOLDERS

As we are in the midst of the final quarter of 2008, we look towards achieving a number of significant milestones on the near term. Though a lot of work still needs to be completed, there are notable achievements that are worth discussing. Some of these include:

- At Warmbad, under the able leadership of Charles Johnston, our Chief Geologist and Exploration Manager, and Piet Knoetze, our Project Manager, we have made tremendous strides in systematically outlining mineralized uranium zones at Big Yellow East, Centre and West, and two areas at Aluriesfontein (and are close to defining an additional three areas at Aluriesfontein), which has been the objective for this current phase of drilling.
- Under the direction of Richard Gaida, our Drilling Department Manager, we now have a capable 40-man drilling team from Namibia and South Africa working at Warmbad and Cape Cross, allowing us to fulfill our objective of contributing to the betterment of the local communities.
- Predicated by the encouraging results from Phase I of the exploration program at Warmbad, the Company plans on running a parallel drill program which will entail in-fill drilling, with the objective of defining an inferred resource on the outlined mineralized zones.
- At Cape Cross, we continue with our reconnaissance drilling, allowing us to increase our knowledge of the local geology. With recently analyzed radon cup surveys showing extensive radioactive anomalies, we will proceed with additional radon cup surveying and be more aggressive with our reconnaissance drilling.
- We have just been awarded Exclusive Prospecting Licenses (EPL) for Nuclear and Precious Stones Minerals at Garub, and will shortly embark upon radon cup surveying on this project and the adjacent Aus project. With the recently awarded EPLs, we have strengthened our position as the largest EPL holder for nuclear minerals in Namibia, with nearly 7,500 square kilometres held under license by Namura Mineral Resources (a wholly owned subsidiary of Xemplar Energy).

One of the operational issues that we are addressing is the delay in being awarded the EPL for Engo Valley, along with two other EPLs for the Garub project. Upon being granted the EPL for Engo Valley, we will be able to add 6 million tons at 0.04% U3O8 of historical resource (which is equivalent to

5.3 million pounds of U3O8) with the potential of up to an additional 15 to 25 million tons with grades of 0.04% to our portfolio. Under the direction of Peter Koep, our President, we are confident that this issue will be resolved in the near future.

Financially, we are in a strong position with \$17.0 million (CAD) in the bank. This is more than sufficient to execute the exploration programs for the next 24 months. To be prudent, the Company continues its on-going review of its project plans and remains flexible to deal with changing external financial conditions.

Strategically, we continue to evolve and remain focused on developing the Company's uranium exploration assets in Namibia. We will continue to seek expertise in all facets of our business to advance the vision of the Company forward. Our projects in Warmbad, Cape Cross, Aus-Garub and Engo Valley provide us with the size and variety that will allow us the best chance of exploration success. Furthermore, we have optioned one of our prospective Canadian uranium assets in the Otish Mountain region to Santoy Resources Ltd. for cash and equity, such that we can maintain our singular focus on our Namibian assets.

We consider the exploration program at Warmbad to be a success to date, as the drill results show mineralization and outlines of a number of uranium-rich zones are beginning to take shape. Additionally, with indications of significant radiometric anomalies to support historical work completed at Cape Cross, the awarding of EPLs at Garub and plans to commence radon cup survey at Aus and Garub, there are many reasons to be optimistic about the near term future.

Thank you. Your continued support is valued.

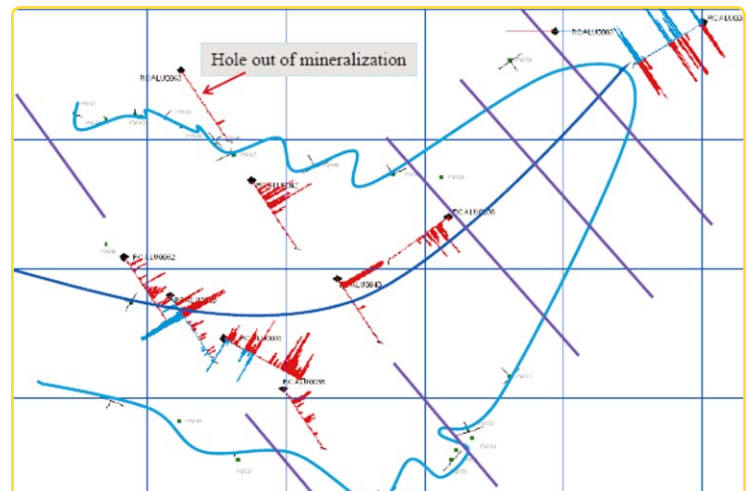
On behalf of the Board of Directors,

Simon Tam

Chief Executive Officer, Xemplar Energy Corp.



Reverse circulation drilling at Aluriesfontein, October 2008



Outline of potential uranium occurrence at Aluriesfontein, October 2008



XEMPLAR ENERGY CORP.

TSX-Venture: XE
Frankfurt: E7R
Namibia: XEM

Company Snapshot

TSX-Venture: XE
Frankfurt Exchange: E7R
Namibian Exchange: XEM
Recent Price: \$0.250 CAD
52 Week High/Low: \$8.50/\$0.12 CAD
Shares Outstanding: 119,572,469
Fully Diluted: 129,698,819
Market Cap: \$29.9 Million CAD
Daily Trading Average (Past 30 days):
352,437 shares per day
All Information as of October 30, 2008

Board of Directors

Simon Tam, *CEO*
Peter Koep, *President*
Mike Magrum
Dr. Mel de Quadros
Ron Mitchell

Field Management

Charles Johnston
Chief Geologist/Exploration Manager
Piete Knoetz, *Project Manager*

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Drilling at Big Yellow East, October 2008



M. Harley (Fursa Alternative Strategies), D. Hayes (Namura Minerals), S. Wallis (Independent Geologist), G. Pallotta (Private Investor) at Big Yellow Centre; Alaskite outcropping in background, October 2008



Examining diamond drill core samples at Aluriesfontein (M. Harley, G. Pallotta, C. Johnston, Xemplar Energy Chief Geologist, S. Wallis), October 2008

Corporate Profile

Xemplar Energy Corp. ("XE" on the TSX Venture Exchange, "E7R" on the Frankfurt and Berlin Exchange, "XEM" on the Namibian Exchange), is a Canadian-based company focused on uranium exploration, with an objective of developing its uranium projects in the south-western African nation of Namibia. Exploration is led by a team of geologists with extensive expertise in uranium exploration in Namibia. The Company's directors have a wealth of business, corporate finance and corporate governance experience with the objective of optimizing the long term shareholder value of the Company.

Xemplar Energy holds 100% exploration rights in uranium properties in the Engo Valley, Cape Cross, Aus-Garub and Warmbad regions through its wholly owned subsidiary Windhoek, Namibia-based Namura Mineral Resources. The Company currently holds Exploration Prospecting Licenses (EPL) for its Cape Cross, Aus and Warmbad properties and are waiting to be awarded EPLs for its Engo Valley and Garub properties. With the current EPLs Xemplar Energy holds, it is the largest uranium exploration license holder in Namibia. Upon being awarded the outstanding EPLs, the Company will possess a land package covering nearly 10,000 KM², further strengthening the Company's dominant land position. The primary focus of Xemplar Energy's work in Namibia is the Warmbad project, where the Company has been actively engaged in an aggressive exploration drilling program in a province where significant uranium mineralization has been found.

Xemplar Energy also holds interests in a uranium and gold exploration property in the Corhill area of the Northwest Territories and has recently optioned a uranium exploration property in the Otish Mountain area in Quebec, Canada to Santoy Resources Ltd.

The vision of the Board of Directors is to build Xemplar Energy Corp. into a highly focused, mid-cap exploration mining company by aggressively developing its Namibian assets to their full potential.

The material contained in this publication is for information purposes only and does not constitute an offer to sell or buy any security. The material is not impartial investment research. It has been prepared by the Company to provide the reader with a brief overview of the Company's assets, past developments and operational plans. Insofar as the plans are concerned, forward-looking statements that have been made are subject to change due to material conditions that are beyond the Company's control and contingent on future results. All investors are advised to seek consultation on all securities before making investment decisions. Xemplar Energy Corp. seeks safe harbor.