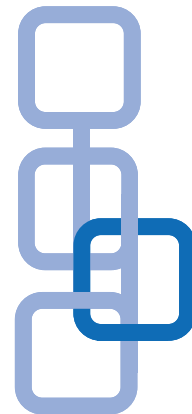




DIBS Full year report
2008

DIBS
Payment Services



Functional, secure and innovative payments



Full year report, January 1 – December 31, 2008

DIBS Payment Services is the Nordic region's leading supplier of functional, secure and innovative payment services for trading via Internet. DIBS manages on a daily basis transactions for more than 9,000 customers and has offices in Stockholm, Gothenburg, Oslo and Copenhagen. DIBS is traded on the First North exchange, with HQ Bank as Certified Advisor.

Condensed January – December 2008

- Net sales SEK 104.2 M (80.9) + 29%
- Operating profit SEK 24.6 M (18.0) + 37%
- Net profit SEK 27.7 M (20.9) + 33%
- Earnings per share SEK 2.94 (2.31) + 27%

- Portion of recurring income 90 % (89%)
- Net inflow of customers 1 984 (1 808) + 10%
- Customers' collective transaction value SEK 52.6 billion (40.0) + 32%
- Number of customers 9 154 (7 170) + 28%
- EBITDA ¹⁾ SEK 29.2 M (22.3) + 31%
- EBITDA margin ¹⁾ 28% (28%)

¹⁾ Adjusted for extraordinary items in 2007

Condensed October – December 2008

- Net sales SEK 28.5 M (23.8) + 20%
- Operating profit SEK 6.9 M (3.1) + 123%
- Net profit SEK 9.4 M (5.7) + 65%
- Earnings per share SEK 1.00 (0.65) + 54%

- Portion of recurring income 90% (89%)
- Net inflow of customers 590 (551) + 7%
- Customers' collective transaction value SEK 13.6 billion (11.2) + 21%
- EBITDA ¹⁾ SEK 8.1 M (5.7) + 42%
- EBITDA margin ¹⁾ 28% (24%)

"DIBS continues delivering a strong growth in the fourth quarter and increases sales with 29% and EBITDA with 31% for 2008. The record high pace of customer inflow, nearly 2000 new clients, strengthens our position as market leader in payment services for e-commerce in the Nordic countries,"
says Eric Wallin, CEO of DIBS.

CEO's comments

Strong growth and profitability for 2008

DIBS continues to deliver stable and high growth during 2008 and increased sales with 29 percent and EBITDA with 31 percent. The EBITDA margin for 2008 was 28 percent. We thereby exceed our financial targets growing above 25 percent and an EBITDA margin above 25 percent.

Customer inflow was strong with a net inflow of nearly 2000 new clients during the year, despite rapidly deteriorating economic climate towards the end of the year. DIBS' positive development is due to our business model, our dedicated staff and commitment to position DIBS as the market leader in payment services for e-commerce in the Nordic countries and of course the underlying growth in e-commerce.

DIBS' success is embedded in our capacity to broaden the customer base and grow volumes per customer. During the quarter we have attracted 590 new clients, all-time high in a single quarter. Currently we have over 9000 clients across several industries in the Nordic countries.

During 2008, we had also our break through on the Norwegian market and DIBS Norway is now reporting increasing growth and profits. The acquisition of Cardia in combination with a strong sales focused organisation in Norway has turned DIBS into the largest independent provider in e-commerce also in Norway. The growth opportunities in Norway are estimated to remain large.

During the year we have reorganized and strengthened our development resources to increase momentum in our product development. For instance, we have during the fourth quarter developed access for our clients to use the acquiring banks Barclays, HSBC, RBS and Lloyds in the UK. We have also developed a solution for vouchers to be used as gift cards or discount checks when making purchases at the e-merchants connected to our payment system.

The overall business risk of DIBS remains low. Our business model relies on pure data processing of the transaction, not the actual money transfer. Hence we take no financial risk on the transaction. We have a large portion of recurring revenues, our clients are well diversified across different industries and no single customer accounts for more than two percent of our revenues.



Continued consolidation on the market

The importance of being an independent provider has increased during 2008. This has further strengthened our position as market leader in payment solutions in the Nordic countries. The Danish PBS has acquired Strålfors, (renamed Auriga) from the Swedish Post. Thereby, an additional independent provider has been acquired by a financial owner. The competitive situation is affected by this industry convergence, but it is also affected by the significantly increasing requirements on credit card providers and banks. Therefore the barrier of entry rises and the cost to become certified increases.

DIBS is in a good position to pursue acquisitions. We have a strong cash flow, a strong balance sheet and experience to manage integration processes.

E-commerce development in 2008

As 90 % of our total revenues are recurring, the commercial indicators clearly prove our ability to maintain long-term customer relations. Our customers' total transaction volume increased with 32 percent since last year and amounted to SEK 53 billion. The number of transactions increases even faster, indicating that the average purchase decreases. DIBS charges per transaction and benefits from consumers' increasingly frequent buying pattern.

Expectations for 2009

Today, around 90 percent of all Internet users in the Nordic countries, make online purchases and the penetration is even higher for young people – a full 97 percent. The primary reasons for online shopping are saving time, making shopping easy, not having to care about opening hours and making easy price comparisons on similar products. The conclusion is that the structural change in consumer behaviour is deeply rooted and will continue regardless of economic cycles. We believe that ongoing structural shifts towards increased online commerce mean that effects of economic down turn will be smaller in e-commerce than in other forms of commerce. Our optimism is shared with the merchants. DIBS e-commerce index ¹⁾ for second half of 2008 shows that 88% of the Swedish e-merchants believe that their sales will increase.

DIBS has reported record sales and increasing customer base every quarter since we were listed on First North. Fourth quarter is no exception. DIBS has strong opportunities to further broaden its product portfolio, to attract new customers and are well positioned for acquisition opportunities. Based on our strong position in a structurally growing market, I view DIBS' continued development as very positive.

Stockholm February 19, 2009

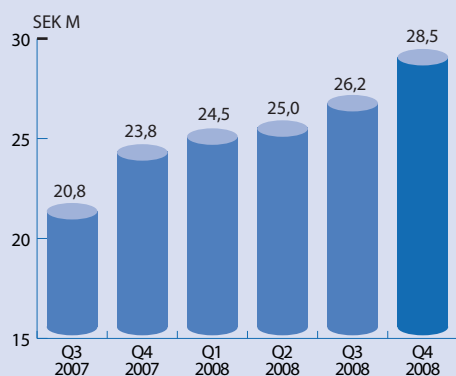
Eric Wallin, CEO

1) DIBS e-commerce index is the largest market research of the e-commerce in the Nordic countries and includes 4 000 consumers and 1 000 merchants.

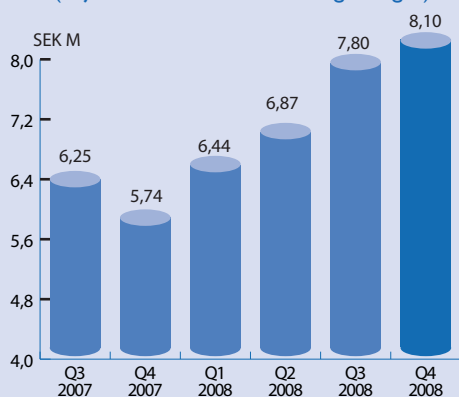


Comments on the report period

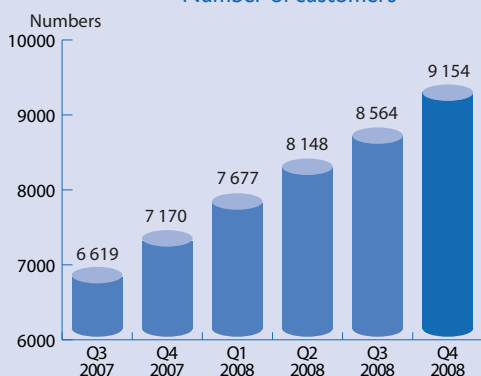
Sales



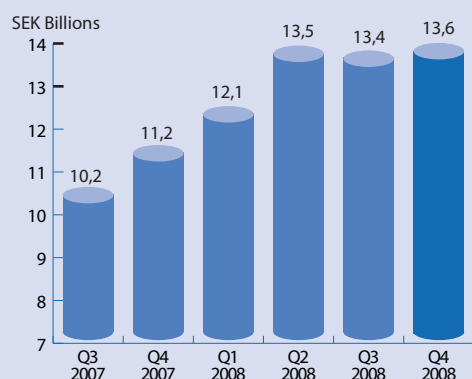
Operating profit before depreciation (adjusted before nonrecurring charges)



Number of customers



Shops' e-commerce volume



January - December 2008

Revenues for the year 2008 amount to SEK 104.2 M (SEK 80.9 M) up 29% compared to last year. The proportion of recurring revenues amounted to 90% of total revenues, corresponding to SEK 93.8 M (SEK 71,8 M). Recurring revenues for 2008 is split with 59% subscription revenues and 41% transaction revenues.

Net sales per geographic market

Country	Sales 2008	Sales 2007	% 2008	% 2007
Sweden	51 099	43 119	49%	53%
Denmark	40 477	32 575	39%	40%
Norway	12 614	5 244	12%	7%
Total	104 019	80 938	100%	100%

EBITDA for the year amount to SEK 29.2 M, up 31% compared to last year. Due to the economic outlook the provision for trade receivables are based on a more conservative policy.

The total operating expenses maintain a steady level during the year, and included all cost for research and product development. Total operations expenses increased by 25% from last year including the cost base from the Cardia acquisition. Amortization of goodwill amounts to SEK 2.1 M and personnell expenses decrease to 62% of total operating expenses.

Operating profit amounted to SEK 24.6 M (SEK 18.0) increasing 37% from last year. The change in the exchange rate had minor impact on operating profit for 2008.

The net inflow of customers totalled 1 984 (1 808), up 10% compared with the last year, and customer base increased to 9 154 at the end of 2008.

Transaction value increased to SEK 52.6 billion (SEK 40.0 billion) +32% for 2008 and to SEK 13.6 billion (SEK 11.2 billion) +21% in the fourth quarter .



October - December 2008

Fourth quarter, sales amount to SEK 28.5 M (SEK 23.8 M), EBITDA amount to SEK 8.1 M (SEK 5.7 M), net inflow of customers was all-time high with 590 customers.

Liquidity and investments

The Group's cash assets amount to SEK 63.0 M (42.6), corresponding a cash ratio of SEK 6.7 per share. Cash flow from operating activities amounted to SEK 23.7 M (SEK 14.0 M) + 69% for 2008. The equity/assets ratio was 79% (72%) at the end of 2008. The Group's investments pertain primarily to the purchase of hardware and software and amount to SEK 2.4 M for 2008. The investment in the fourth quarter is mainly related to the implementation of a new hosting center combined with a general upgrading of the infrastructure, giving a further capacity for the future.

Shareholders' equity

At the end of the period, the Group's shareholders' equity amounted to SEK 104.1 M. In total, shareholders' equity increased by SEK 9.9 M during the period.

One of three option schemes issued during 2005 expired in September. The program totaled 44 000 shares with an exercise price of SEK 25.50. Due to the relative small number of options and to save execution cost, the board decided to buy back the options from employees at a shareprice of 35.84 corresponding VWAP in the exercise period 1-19 sep. The total cost amounted to SEK 0.5 M.

Employees

At the end of the fourth quarter the number of employees was 57. 30 employees in sales, support and marketing, 18 in operations and technical development and 9 in management, administration and accounting.

Tax

The group tax amount to a income of SEK 2,0 M and consists of current tax and deferred tax. The carrying amount of deferred tax asset is tested at year end decreasing the amount of tax losses carry forward. Deferred tax for the Swedish entities is calculated with 26.3%. After adjustment of deferred tax asset, the Group had approximately SEK 4.5 M in non-capitalized loss carryforward. The effective tax rate for 2008 amounted to approximately 13%.

Risks

In general, all external risks are thoroughly revised on a yearly basis by Visa and Mastercard. If the company that is being revised passes certain security standards the company receives a PCI-certificate. DIBS received its last PCI certificate in May 2008 and is valid until May 2008.

Internal risks such as computer breakdown and knowledge focused on a few key personnel are estimated to be acceptable. DIBS estimate that there are no other significant risks than those mentioned in the annual report.

The overall business risk of DIBS remains low. Our model relies on data processing and we do not act as a financial counterpart, hence we take no financial transaction risk. Further DIBS has a large portion of recurring revenues, our clients are well diversified across different industries and no single customer accounts for more than two percent of the revenues.

Outlook

We consider that the structural change in consumer behaviour is deeply rooted and will continue regardless of economic cycles. Given the ongoing structural shift towards increased online commerce we expect the effects of an economic downturn being small within e-commerce. As mentioned previously we also expect e-commerce being a supplementary and cost effective sales channel.

Further we expect the consolidation in the market to continue with an industry convergence towards the financial sector. Due to our strong position in the market, our strong financial situation and our experience from different integration processes, DIBS is well positioned for acquisition opportunities in the future.



Consolidated income statement (summary)

(SEK 000s)	2008 oct-dec	2007 oct-dec	2008 jan-dec	2007 jan-dec
Net sales	28 474	23 757	104 190	80 938
Operating expenses				
Other external expenses	- 7 338	- 7 088	- 25 453	- 19 901
Personnel costs	- 13 084	- 12 232	- 49 518	- 40 052
Depreciation	- 1 135	- 1 310	- 4 611	- 3 006
Other operating expenses	-	-	-	-
Operating profit	6 917	3 127	24 607	17 979
Net interest income and similar items	504	155	1 082	514
Profit after financial items	7 420	3 282	25 690	18 493
Tax	1 976	2 393	1 976	2 394
Profit for the period ¹⁾	9 396	5 675	27 665	20 887
Earnings per share, SEK	1.00	0.65	2.94	2.31
Earnings per share after dilution, SEK ¹⁾	1.00	0.64	2.93	2.29
Average number of shares, thousands	9 400	9 041	9 400	9 041
Average number of shares after dilutions, thousands	9 401	9 138	9 450	9 119

¹⁾ (VWAP) for the full-year 2007 is calculated during the listing period, June 18 – December 31, 2007.

Consolidated balance sheet (summary)

(SEK 000s)	2008 31 dec	2007 31 dec
Intangible fixed assets	22 328	24 947
Tangible fixed assets	3 958	3 806
Financial fixed assets	295	295
Deferred tax assets	23 651	19 057
Total fixed assets	50 232	48 105
Current receivables	7 798	7 039
Other current receivables	10 438	7 813
Cash and bank	63 005	42 591
Total current assets	81 241	57 443
Total assets	131 473	105 548
Shareholders' equity	104 071	75 484
Deferred tax liabilities	1 387	1 627
Long-term liabilities	8 600	12 000
Current liabilities	17 415	16 437
Total shareholders' equity and liabilities	131 473	105 548



Consolidated cash-flow statement (summary)

(SEK 000s)	2008 oct-dec	2007 oct-dec	2008 jan-dec	2007 jan-dec
Cash flow from operating activities before change in working capital	4 406	3 528	25 421	19 041
Increase (-)/ Decrease (+) of operating receivables	-283	-98	-3 384	-4 356
Increase (-)/ Decrease (+) of operating liabilities	1 657	1 412	1 618	-671
Cash flow from operating activities	5 780	4 842	23 655	14 014
Investing activities ¹⁾	-2 129	-203	-2 378	-25 442
Financing activities ²⁾	-1 700	12 307	-1 700	35 802
Cash flow for the period	1 951	16 946	19 577	24 374
Cash and cash equivalents at the beginning of the period	60 074	25 398	42 591	18 317
Exchange-rate difference	1 055	247	912	-100
Cash and cash equivalents at the end of the period	63 080	42 591	63 080	42 591

1) Including purchase consideration for companies of 23,998 of which a cash balance of 1,180.

2) Of which, new share issue accounted for 23,802 and external borrowing for 12,000 for full year 2007.

Consolidated key ratio

	2008 oct-dec	2007 oct-dec	2008 jan-dec	2007 jan-dec
Sales growth, %	20	42	29	30
Operating margin, %	24	13	24	22
Profit margin, %	33	24	27	26
Equity/assets ratio, %	79	72	79	72

Change in shareholders' equity for the Group

(SEK 000's)	2008 oct-dec	2007 oct-dec	2008 jan-dec	2007 jan-dec
Shareholders' equity at the beginning of the period	94 174	69 263	75 484	30 647
New share issue	–	307	–	23 802
Other settlements	501	239	922	148
Net profit for the period	9 396	5 675	27 665	20 887
Shareholders' equity at the end of the period	104 071	75 484	104 071	75 484



Consolidated data per share

(SEK 000s)	2008 oct-dec	2007 oct-dec	2008 jan-dec	2007 jan-dec
Earnings per share, SEK	1.00	0.65	2.94	2.31
Shareholders' equity per share, SEK	11.07	8.03	11.07	8.03
Numbers of share on end of period	9 400 000	9 400 000	9 400 000	9 400 000

Consolidated quarterly data

	Year	Q1	Q2	Q3	Q4	Full-year
Net sales (SEK M)	2008	24.52	24.98	26.21	28.47	104.19
	2007	17.77	18.56	20.85	23.76	80.94
EBITDA (SEK M) ¹⁾	2008	6.44	6.88	7.85	8.05	29.22
	2007	4.70	5.60	6.25	5.74	22.29
EBITDA margin ¹⁾	2008	26	28	30	28	28
	2007	26	30	30	24	28
Operating profit (SEK M) ¹⁾	2008	5.22	5.75	6.72	6.92	24.61
	2007	4.18	5.04	5.64	4.42	19.28
Earnings per share (SEK)	2008	0.57	0.63	0.74	1.00	2.94
	2007	0.49	0.59	0.63	0.65	2.31
Average number of shares (thousands)	2008	9 400	9 400	9 400	9 400	9 400
	2007	8 623	8 782	9 394	9 400	9 041
Number of employees at the end of the period	2008	55	56	57	57	57
	2007	44	45	63	56	56

1) Before nonrecurring expenses from the acquisition of Cardia, SEK 1.3 M for the full-year 2007.

Accounting principles

This report has been prepared in accordance with the requirements of the Swedish Accounting Standards Board's general recommendations BFNAR 2007:1 "Voluntary Interim Reporting". The principles applied in this report are the same as those described in the 2007 Annual Report.

Dividend

To pursue the company's growth strategy the Board will recommend the annual meeting that no dividend is paid out for 2008.

This report has not been reviewed by the company's auditors.

Stockholm, February 19, 2009

Eric Wallin, CEO

Forthcoming report dates

May 6, 2009: Interim report for the first quarter
 May 27, 2009: Annual shareholders meeting (annual report will be available for the shareholders when the invitation to the annual shareholders meeting is given)
 August 13, 2009: Interim report for the second quarter
 November 3, 2009: Interim report for the third quarter
 February 18, 2010: Full year report 2009

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The original version of the interim report is written in Swedish. In the event of a difference in meaning between the Swedish and the English version, the original Swedish version shall prevail.



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