OPERA THIRD QUARTER 2008

The best Internet experience on any device

OPERA software

OPERA SOFTWARE ASA – THIRD QUARTER 2008

Opera delivered revenues of MNOK 124.7 in 3Q08, up 53% versus 3Q07, and an EBIT of MNOK 22.7, driven by strong growth in both the Internet Devices and Desktop segments.

Highlights

Revenue was MNOK 124.7 in 3Q08, up from MNOK 81.8 in 3Q07, an increase of 53%. EBIT was MNOK 22.7 in 3Q08 compared to MNOK 8.0 in 3Q07. EBITDA in 3Q08 was MNOK 24.8, and EBITDA, excluding stock options costs, was MNOK 25.9.

Business area (B2B)

- Revenue from Internet Devices rose to MNOK 96.7 in 3Q08 compared to MNOK 64.4 in 3Q07, an increase of 50%, powered by strong growth from both devices and mobile customers
- 58 new mobile phones with Opera pre-installed were announced in the quarter, including 16 for Opera Mobile and 42 for Opera Mini
- Opera announced T-Mobile as the second major operator after KDDI to adopt the Opera Widgets solution
- Swisscom, Switzerland's leading telecom provider, selected an operator branded version of Opera Mini to power its new mobile web offering
- The number of mobile phones shipped with Opera Mobile pre-installed was 8.0 million in 3Q08
- Tata Consultancy Services Ltd (TCS), part of TATA Group and Asia's largest information technology firm, selected Opera`s Software Development Kit (SDK) for upcoming Internet connected device projects
- Opera signed several deals in the devices segment with leading players such as NVIDIA, Vestel, and an unnamed leading consumer electronics OEM

Consumer area (B2C)

- Revenues from the Desktop segment increased 62% in 3Q08 compared to 3Q07, as Opera continues to grow its global user base and market share
- Growth in global usage of Opera Mini continued. In September, 19.0 million unique users worldwide used Opera Mini to browse the Web; this represents a 342% increase in unique active users compared to 3Q07. As of September 30, 2008, since launch, more than 40.5 billion Web pages have been viewed on Opera Mini, generating strong data traffic, and therefore revenues, for mobile operators worldwide
- Ask.com, a leading search engine, was selected as the default search engine for the Speed Dial page of the latest version of the Opera desktop browser. The agreement covers all global territories except China, Japan, Poland, Russia and the Commonwealth of Independent States
- The number of registered My Opera users grew to over 1.7 million by the end of September, up 41% from the start of the year

Financials

<u>Revenues</u>

Revenue in 3Q08 was MNOK 124.7, up 53% from 3Q07, when revenue was MNOK 81.8. Revenue growth in the quarter was driven by attractive growth across both business segments.

Compared to 3Q07, Internet Devices revenue was driven by higher revenue from operators, device OEMs and mobile OEMs.

<u>Operating costs</u>

Total operating costs for 3Q08 were MNOK 102.0 compared to MNOK 73.8 in 3Q07, an increase of 38%.

<u>Payroll and related expenses, excluding stock option costs</u> Total payroll and related expenses, excluding stock option costs, were MNOK 73.2 in 3Q08 compared to MNOK 53.9 in 3Q07, an increase of 36%. This increase was due primarily to higher headcount in engineering and sales and marketing globally, in line with Opera's headcount growth plan.

<u>Stock option costs</u> Total stock option costs for 3Q08 were MNOK 1.1 compared to MNOK 2.3 in 3Q07.

<u>Other operating expenses</u> Other operating expenses in 3Q08 were MNOK 25.6 compared to MNOK 16.0 in 3Q07, an increase of 61%.

<u>EBIT</u>

EBIT was MNOK 22.7 in 3Q08 compared to MNOK 8.0 in 3Q07. EBIT, excluding stock option costs, was MNOK 23.8 in 3Q08 versus MNOK 10.3 in 3Q07. EBITDA in 3Q08 was MNOK 24.8 compared with MNOK 9.7 in 3Q07. EBITDA, excluding stock options costs, was MNOK 25.9 compared with MNOK 12.0 in 3Q07.

<u>Interest income and FX gains/(losses)</u>

Interest income was MNOK 6.4 in 3Q08 versus MNOK 4.7 in 3Q07. Opera had a net foreign exchange gain of MNOK 17.6 in 3Q08 compared to a loss of MNOK 4.6 in 3Q07.

<u>Net income</u>

Net income was MNOK 33.3 in 3Q08 compared to MNOK 4.7 in 3Q07. EPS and fully diluted EPS were 0.28 and 0.28, respectively, in 3Q08, compared to 0.04 and 0.04, respectively, in 3Q07.

<u>Liquidity and capital resources</u>

The Company's net cash flow from operating activities was MNOK 44.2 in 3Q08 compared to MNOK -2.0 in 3Q07. In 3Q08, Opera repurchased 1,453,000 shares for MNOK 25.4 as part of an up to 3 million share repurchase program announced on March 3, 2008 by the Board of Directors. The purpose of this program is to minimize dilution for existing shareholders resulting from the exercise of employee and Board stock options. On October 17, 2008, Opera announced that its Board of Directors had decided to extend the amount of shares that can be purchased under the share buy-back program from 3,000,000 to 6,000,000 shares.

<u>Cash</u>: Cash and cash equivalents at the end of 3Q08 were MNOK 508.7, compared to MNOK 460.6 in 3Q07, an increase of MNOK 48.3.

<u>Organization</u>: At the end of 3Q08, the Company had 579 full-time employees and equivalents compared to 424 at the end of 3Q07.

OPERA SOFTWARE ASA – THIRD QUARTER 2008

Opera delivered revenues of MNOK 124.7 in 3Q08, up 53% versus 3Q07, and an EBIT of MNOK 22.7, driven by strong growth in both the Internet Devices and Desktop segments.

Segment overview

Opera's corporate mission is to provide the best Internet experience on any device. The Company continues to deliver on its mission in 2008, with Opera powering the Internet on not only a growing range of mobile phones, but also on a broader array of non-mobile Internet-connected devices, such as IP set-top boxes, portable media players, gaming consoles, and VoIP phones. Moreover, attractive growth continues for Opera's desktop product, driven largely by increases in the number of users and expansion in key markets around the world.

Internet Devices

Description

Internet Devices includes revenue from both mobile phones and other connected devices, such as gaming consoles, IPTV set-top boxes and portable media players. The segment also includes Opera Mini revenue from mobile operators such as T-Mobile and Telefónica, as well as revenue generated from the Opera-branded Opera Mini product.

Update

Revenue from Internet Devices rose to MNOK 96.7 in 3Q08 compared to MNOK 64.4 in 3Q07, an increase of 50%, powered by strong growth from both devices and mobile customers.

<u>Opera Mobile</u>

Shipped on millions of devices from major mobile phone manufacturers and operators worldwide, the Opera Mobile browser lets everyone surf the full Web on their mobile phones.

During the quarter, Opera announced T-Mobile as the second major operator after KDDI to adopt the Opera Widgets solution. T-Mobile will provide its customers with a complete end-to-end mobile Web experience by including widgets as "living icons" from Opera in the mobile phone idle screen display. Opera will initially make a range of widgets available to users and also will enable third party developers to create additional widgets via an open, standards based platform based on Opera technology. T-Mobile expects this new service offering to generate additional data traffic and therefore data revenue from its customers.

During 3Q08, Opera announced 16 new phones with Opera Mobile pre-installed including phones from Casio, Hitachi, HTC, HP, Kyocera, ASUSTeK, Motorola, Panasonic, Sharp, Toshiba, Sony Ericsson and Samsung.

<u>Opera Mini</u>

Business

Opera has comprehensive licensing and services deals with 9 major operators - T-Mobile International (used by more than one million subscribers in 9 of 11 European subsidiaries), Vodafone D2, Telefónica Móviles de España, PTC/era (Poland), TMN (Portugal), Tata Teleservices (India), and, most recently, O2 (Germany and Slovakia), Swisscom and debitel Germany - all using an operator-branded version of the Opera Mini browser as part of their mobile Web initiatives.

Opera's revenue sources from these agreements include license/royalty, delivery services, hosting services, and maintenance and support.

Since launch through 3Q08, Opera has also signed distribution deals for the Opera-branded Opera Mini browser with 19 mobile operators Worldwide.

During 3Q08, Opera announced 52 new phones with Opera Mini pre-installed including phones from ASUSTeK, LGE, Nokia, Motorola, Sagem, Spice, Mobile and Sony Ericsson. Some of these are distributed through OEMs, while others are distributed through operators.

Consumer

As of September 30, 2008, since launch, more than 40.5 billion Web pages have been viewed on Opera Mini. In September, 19 million unique active users worldwide browsed the Web using Opera Mini.

Opera generates revenue for the Opera-branded version of Opera Mini through content partnerships, including search. In 1Q08, Opera selected Google as the default search partner for Opera Mini in all countries except Russia and the former CIS nations. In 2Q08, Opera made Yandex the default search engine on Opera's mobile Web browsers for customers in Russia and the Commonwealth of Independent States (CIS).

Although Opera expects search to provide the vast majority of revenue in the short- to medium- term for the Opera branded version of Opera Mini, the Company is actively developing other ways of increasing ARPU for its growing user base.

While Opera.com continues to be the primary channel for distributing the Opera branded version of Opera Mini, Opera has also focused on distribution via direct agreements with mobile OEMs. Opera has such distribution deals with Nokia, Sony Ericsson, Sagem, Spice Mobile, Meridian Mobile and, most recently Micromax.

<u>Opera Devices</u>

Opera has driven new innovation within Internet technologies for handheld devices, digital TV and other devices, with innovative and powerful features that seamlessly adapt the Internet experience to suit varying screen sizes and input devices.

Opera for Devices is the leader in its core market segments, as Opera's browsers get installed on an increasing array of non-mobile phone Internet-connected devices, such as gaming consoles, portable media players and net TVs.

In 3Q08, Opera signed agreements with a number of consumer electronics companies, including Vestel. Vestel, the largest European manufacturer of TVs, will include the Opera browser on its interactive hotel TVs, and the Opera 9.5 SDK will also serve as a presentation engine for multiple future Vestel devices, allowing Vestel to create menus and applications for future devices.

Opera also expanded its relationship with Japanese mobile operator KDDI into the devices segment. In 3Q08, KDDI introduced a new product called the "au BOX", a set-top box that allows users to enjoy on their au mobile phones music and video content downloaded to their TV sets. This is a salient example of Opera’s ability to deliver cross platform products. KDDI au Box customers will be able to enjoy not only the Internet on their TV sets and phones, but also enjoy content on their au mobile phones and purchase content through their mobile subscriptions.

Opera also signed a deal with NVIDIA in 3Q08 for the distribution of Opera 9.5 to mobile phone and consumer electronics OEMs. NVIDIA, the world leader in visual computing technologies, will offer an optimized Opera 9.5 browser in its suite of pre-integrated, in-house and third-party software for the NVIDIA® Tegra family of computer-on-chip Windows Mobile and Windows CE solutions, providing their end customers with an optimized, pre-installed browser for next generation smartphones and mobile Internet devices.

Desktop

Description

Since the first public release in 1996, Opera has continuously delivered browser innovations for desktop PCs. Opera’s desktop browser provides its users with a safe, efficient and enjoyable browsing experience.

Update

Revenue from Desktop rose 62% in 3Q08 to MNOK 28.0, compared to MNOK 17.3 in 3Q07. In 3Q08, Opera saw the full results of its June 2008 launch of Opera 9.5 for Desktop, with users up more than 20% since the end of 2Q08.
Opera also continues to add local search and other commercial partners, which both serve to enhance the user experience and contribute to ARPU. In 3Q08, Opera, for example, signed a global search deal with Ask.com.

Outlook

Opera is positive about the Company’s short and long-term growth prospects. Within Internet Devices, the success that key Opera customers, including T-Mobile and KDDI, have experienced with their mobile Web initiatives powered by Opera, combined with recent events in the industry, have heightened interest among operators and OEMs for Opera’s solutions. Opera also sees accelerating interest among device manufacturers for Opera’s solutions, as Web browsers become a more common component of a broad array of device types.

Opera believes it is well-positioned to take advantage of these “mega-trends” within both the mobile phone and consumer electronics industries. Opera also expects to see increased revenue streams for the Opera-branded version of Opera Mini in FY2008 compared to FY2007, as usage expands and as revenue and business models evolve further in the mobile Internet space.

The Company also sees positive growth prospects in the Desktop segment, through increased users and higher ARPU.

Opera’s key operational priorities in FY2008 include (i) focusing and investing in a more aggressive manner in the Consumer area (Desktop, Opera-branded Opera Mini, My Opera), (ii) accelerating momentum among mobile phone operators worldwide, (iii) increasing Opera’s position with top mobile phone OEMs globally, (iv) building on the momentum Opera has going into FY2008 among major consumer electronic OEMs, and (v) capitalizing on its unique cross-platform position and offering content-related services to its users, leveraging the fact that its browsers run on a wide and disparate array of device types and form factors.

Oslo, November 28, 2008
The Board of Directors
Opera Software ASA

William J. Raduchel	Jon S. von Tetzchner
Chairman	CEO
(sign.)	(sign.)

CONSOLIDATED STATEMENTS OF INCOME

(In thousands of NOK, except per share amounts)

INCOME STATEMENT	Q3 2008 (Unaudited)	Q3 2007 (Unaudited)	% Change	YTD 2008 (Unaudited)	YTD 2007 (Unaudited)	% Change	FY 2007 (Audited)
Desktop	28 027	17 343	62 %	74 383	47 764	56 %	67 057
Internet Devices	96 696	64 442	50 %	265 772	174 715	52 %	248 408
Total Revenue	**124 723**	**81 785**	**53 %**	**340 155**	**222 479**	**53 %**	**315 466**
Payroll and related expenses, excluding stock option costs	73 240	53 875	36 %	208 489	156 591	33 %	215 072
Stock option costs	1 100	2 276	-52 %	6 487	7 305	-11 %	8 370
Depreciation and amortization	2 058	1 660	24 %	5 844	4 762	23 %	6 496
Other operating expenses	25 633	15 961	61 %	69 404	52 297	33 %	74 640
Total Expenses	**102 031**	**73 772**	**38 %**	**290 224**	**220 955**	**31 %**	**304 578**
Earnings Before Interest and Taxes ("EBIT")	**22 692**	**8 013**		**49 931**	**1 524**		**10 887**
Interest income	6 434	4 687		17 502	12 182		18 051
FX gains/losses net (negative amount = losses)	17 582	-4 630		14 640	-8 854		-7 417
Earnings Before Taxes ("EBT")	**46 708**	**8 070**		**82 073**	**4 852**		**21 521**
Provision for Taxes	-13 396	-3 417		-23 308	-6 010		-9 053
Net Income	**33 312**	**4 653**		**58 765**	**-1 158**		**12 468**
Earnings Per Share	0,279	0,039		0,486	(0,010)		0,105
Earnings Per Share, Fully Diluted	0,277	0,037		0,483	(0,010)		0,104
Shares used in per share calculation (mm)	119 323 213	119 154 746		120 796 552	119 154 746		118 283 045
Shares used in per share calculation, Fully Diluted (mm)	120 335 371	126 557 991		121 666 456	126 557 991		119 926 679
Number of Employees	579	424		579	424		462

CONSOLIDATED BALANCE SHEET

(In thousands of NOK)

BALANCE SHEET	30.09.2008 (Unaudited)	FY 2007 (Audited)
Deferred tax asset	0	9 724
Goodwill	3 143	3 143
Office machinery, equipment etc., Net	23 363	17 832
Other investments and deposits	4 830	4 541
Accounts receivables	66 944	65 249
Unbilled revenue	74 324	40 700
Other receivables	9 079	5 728
Cash and cash equivalents	508 742	466 813
Total Assets	690 425	613 730
Account payable	5 481	7 227
Taxes payable	660	2 443
Social security, VAT and other taxation payable	11 951	9 418
Deferred revenue	45 280	26 635
Other short-term liabilities	50 018	35 838
Deferred tax liability	5 867	0
Total Liabilities	119 257	81 562
Share capital	2 393	2 391
Own shares	-27	0
Share premium reserve	457 239	456 973
Other reserves	28 142	21 977
Retained earnings/other equity	83 421	50 827
Total Equity	571 168	532 168
Total Liabilities and Equity	690 425	613 730

CONSOLIDATED EQUITY STATEMENT
(In thousands of NOK)

EQUITY STATEMENT	Q3 2008 (Unaudited)	Q3 2007 (Unaudited)	YTD 2008 (Unaudited)	YTD 2007 (Unaudited)
Opening balance	559 968	507 734	532 168	499 470
Net profit/(loss)	33 312	4 653	58 765	-1 158
Equity share issue	-10	-34	-10	9 739
Options	1 836	2 688	6 165	7 180
Own shares	-24 274	0	-27 556	0
Other	336	-448	1 637	-638
Closing Balance	571 168	514 593	571 168	514 593

CONSOLIDATED CASH FLOW STATEMENT
(In thousands of NOK)
(Unaudited)

CASH FLOW STATEMENT	Q3 2008 (Unaudited)	Q3 2007 (Unaudited)	YTD 2008 (Unaudited)	YTD 2007 (Unaudited)	FY 2007 (Audited)
Cash flow from operating activities					
Profit/loss before taxes	46 708	8 070	82 073	4 852	21 521
Taxes paid	-2 343	-1 776	-8 308	-6 602	-7 155
Depreciation expense	2 058	1 660	5 844	4 762	6 496
Impairment of shares	0	0	0	0	500
Changes in accounts receivable *)	-14 018	9 590	-29 245	29 492	-7 141
Changes in accounts payable	-2 010	77	-1 721	-1 164	679
Changes in other liabilities, net	11 455	-21 807	25 218	-6 473	13 418
Share-based remuneration	1 833	2 688	6 149	7 180	8 992
Conversion discrepancy	554	-453	588	-1 293	-1 289
Net cash flow from operating activities	44 237	-1 951	80 598	30 755	36 021
Cash flow from investment activities					
Acquisition of tangible fixed assets	-3 871	-523	-11 418	-3 891	-5 874
Acquisition of shares	0	0	0	-500	-500
Net cash flow from investment activities	-3 871	-523	-11 418	-4 391	-6 374
Cash flow from financing activities					
Proceeds from exercise of stock options, warrants	1 168	-34	10 411	9 748	12 668
Proceeds of Share Issues, net	0	0	0	0	0
Proceeds of own shares	-25 452	0	-37 661	0	0
Net cash flow from financing activities	-24 284	-34	-27 250	9 748	12 668
Net change in cash and cash equivalents**	16 082	-2 508	41 930	36 112	42 315
Cash and cash equivalents **)	492 661	463 116	466 813	424 497	424 498
Cash and cash equivalents	**508 743**	**460 608**	**508 743**	**460 609**	**466 813**

*) Changes in unbilled revenue are included in changes in accounts receivable in the cash flow statement.

**)Cash and cash equivalents of NOK 187,479K are restricted assets as of 30 September 2008 (of which NOK 169,8027K will be released as restricted cash as of 21 November 2008).

Cash and cash equivalents of NOK 7,962K are restricted assets as of 31 December 2007, and NOK 6,979K are restricted as per 30 September 2007.

Note: The financial figures have been prepared based upon the management's interpretation of the current International Financial Reporting Standards (IFRS).

NOTE 1: CORPORATE INFORMATION
Opera Software ASA is a company domiciled in Norway. The consolidated financial statements of the Company include the Company subsidiaries Hern Labs AB and Opera Software International AS (which, in turn, includes Opera Software Korea Ltd and Opera Web Technologies Private Ltd (India), together referred to as the "Group".) As of 30 September 2008, Opera Software International AS had branch offices in Japan, USA, Poland, Czech Republic and China.

NOTE 2: FINANCIAL STATEMENTS - BASIS FOR PREPARATION
The enclosed consolidated condensed financial statements have been prepared in accordance with IAS 34, "Interim Financial Reporting". A number of new standards, amendments to standards and interpretations are not yet effective for the 9 months ended 30 September 2008, and have not been applied in preparing these consolidated financial statements.

IFRS 8 Operating Segments is mandatory for periods beginning on or after 1 January 2009. This standard replaces IAS 14 and requires segment disclosure based on the components of an entity that management monitors in making operating decisions, rather than disclosure of business and geographical segments.

According to the definition in the International Accounting Standard no. 14, Segment Reporting, Opera Software ASA claims that there is no area of operations or geographical segments. The reason is that the Company does not individually deliver products or services or groups of these services that have a risk and dividend, which is different from other areas of operations. The Group has one product," the browser," which is materially the same, regardless of the product of which it is part. Further, according to the definition in IAS no. 14, the group does not have geographical markets that satisfy the standards definition to be classified as a segment. The Group does not individually deliver products or services within a specific geographical market that have a risk and dividend, which are different from part of the operations that operates in other geographical markets. The new standard may result in the disclosure of additional segment information.

Amendments to IAS 1 Presentation of financial statements – A revised presentation is mandatory for periods beginning on or after 1 January 2009. The amendments require companies to present both a statement of change in equity and either a statement of comprehensive income or an income statement accompanied by a statement of other comprehensive income as part of the financial statements.

Other changes include the requirement to present a statement of financial position (balance sheet) as at the beginning of the comparative period when an entity restates the comparatives following a change in accounting policy, the correction of an error, or the reclassification of items in the financial statements; and clarification of disclosure requirements relating to income tax on items recognised in other comprehensive income, dividends, and recycling to the income statement/comprehensive income of gains previously recognised in other comprehensive income. This standard will result in the presentation of additional financial information.

Amendments to IAS 23 Borrowing costs remove the option of expensing borrowing costs and require that an entity capitalize borrowing costs directly relating to the acquisition, construction or production of qualifying assets. The revised Standard is effective for annual periods beginning on or after 1 January 2009. Since the Group has not incurred borrowing costs related to qualifying assets, the revised standard will not have an impact on the consolidated financial statements.

Amendment to IFRS 2 Share-based payment - Vesting Conditions and Cancellations amends the definition of vesting conditions in IFRS 2 to clarify that vesting conditions are limited to service conditions and performance conditions. Conditions other than service or performance conditions are considered non-vesting conditions. The amendment applies retrospectively to annual periods beginning on or after 1 January 2009. The amendment will not have an impact on the consolidated financial statements.

Amendments to IAS 32 Financial Instruments: Presentation and IAS 1 Puttable Financial Instruments and Obligations Arising on Liquidation provide exemptions from the requirement to classify as a liability financial instruments under which an entity has an unavoidable obligation to deliver cash. The exemptions apply to a puttable financial instrument or an instrument, or components of instruments, that impose on the entity an obligation to deliver to another party a pro rata share of the net assets of the entity only on liquidation. The amendments are effective for annual periods beginning on or after 1 January 2009 and will not have an impact on the consolidated financial statements.

Revised IFRS 3 Business Combinations and amended IAS 27 Consolidated and Separate Financial Statements include changes relating to acquiring a controlling and majority stake only, accounting for changes in stake and accounting for the price paid.
The scope of IFRS 3 has widened to bring transactions that were not within the scope of IFRS 3 (2004) into scope, and changes in definitions which may initially appear minor could lead to significant changes in practice. The new standards are effective for annual periods beginning on or after 1 July 2009. The impact on the consolidated financial statements will depend on future business combination activity.

DISCLOSURE - CONTINUE
(In thousands of NOK)
(Unaudited)

Amendments to IFRS 1 First-time adoption of IFRS and IAS 27 Consolidated and Separate Financial Statement allow first-time adopters to use a deemed cost of either fair value or the carrying amount under previous accounting practice to measure the initial cost of investments in subsidiaries, jointly controlled entities and associates in the separate financial statements. In addition, IASB changed IAS 27 by removing the definition of the cost method and replacing it with a requirement to present dividends as income in the separate financial statements of the investor. The amendments will not have an impact on the consolidated financial statements.

IFRIC 12 Service Concession Arrangements.This is mandatory for periods beginning on or after 1 January 2008. It may be applied early (although it is not yet endorsed for use in the EU) and is applied in full retrospectively unless this is impracticable. IFRIC 12 provides guidance to private sector entities on certain recognition and measurement issues that arise in accounting for public to private service concession arrangements. It amends IFRIC 4 to exclude from the scope of IFRIC 4 any service concession arrangements that fall within the scope of IFRIC 12. The amendment will not have an impact on the consolidated financial statements.

IFRIC 13 Customer loyalty Programs requires an entity to separate sales revenue into revenue for sale of the goods or services and revenue for sale of loyalty points (based on the fair value of the loyalty points), with the latter being deferred until the loyalty points are redeemed. IFRIC 13 is mandatory for periods beginning on or after 1 July 2008, and is not expected to have any impact on the consolidated financial statements.

IFRIC 14 IAS 19 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction This is mandatory for periods beginning on or after 1 January 2008. It may be applied early (although it is not yet endorsed for use in the EU and its transitional arrangements are therefore not yet available). IFRIC 14 clarifies the requirements of IAS 19 paragraph 58, which limits the measurement of a defined benefit asset to the "present value of any economic benefits available in the form of refunds from the plan or reductions in future contributions to the plan" plus unrecognised net actuarial losses and past service cost; this is known as the "asset ceiling". The IFRIC addresses when refunds or reductions in future contributions should be regarded as available; how a minimum funding requirement might affect the availability of reductions in future contributions; and when a minimum funding requirement might give rise to an additional liability.The amendment will not have an impact on the consolidated financial statements.

IFRIC 15 Agreements for the Construction of Real Estate applies to the accounting for revenue arising from agreements for the construction of real estate. IFRIC 15 is effective for annual periods beginning on or after 1 January 2009 with earlier application permitted. IFRIC Interpretation 15 will not have an impact on the consolidated financial statements.

IFRIC 16 Hedges of a Net Investment in a Foreign Operation applies to all entities using net investment hedging for investments in foreign operations. The Interpretation clarifies that net investment hedging can be applied only when the net assets of the foreign operation are included in the financial statements of the entity. IFRIC 16 must be applied for annual reporting periods beginning on or after 1 October 2008 with earlier application permitted. Since the Group does not use net investment hedging, the interpretation will not have an impact on the consolidated financial statements.

Amendments to IAS 39 Financial Instruments: Recognition and Measurement – Eligible Hegded Items is specifying that a new application guidance is added to clarify that an amount other than the entire fair value or cash flow changes of a financial instrument can be designated in a hedging relationship. This is mandatory for annual periods beginning on or after 1 July 2009. Since the Group does not apply hedging, the amendments will not have an impact on the consolidated financial statements.

Annual improvements project. In May 2008 IASB finalized its first annual improvement project with accounting changes for presentation, recognition or measurement purposes, and changes involving terminology or editorial changes with minimal effect on accounting. The changes affect several standards and most of the changes are effective for annual periods beginning on or after 1 January 2009. A few changes are effective for annual periods beginning on or after 1 July 2009. Opera will analyze the effect of the changes effective for annual periods beginning on or after 1 January 2009.

NOTE 3: ACCOUNTING POLICIES
The consolidated financial statements have been prepared in accordance with IAS 34, "Interim Financial Reporting". The report does not include all of the information required for full annual financial statements, and should be read in conjunction with the financial statements of the Company for the year ended 31 December 2007. The same accounting principles that were used in the annual report for 2007 are used in the consolidated condensed financial statements .

NOTE 4: ESTIMATES
The preparation of financial statements in accordance with IFRS requires the use of estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis for making the judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Change in

DISCLOSURE

(In thousands of NOK, except per share amounts)

NOTE 7: BASIC EARNING PER SHARE

Basic earning per share	Q3 2008	Q3 2007	YTD 2008	YTD 2007
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Earnings Per Share (basic)	0,279	0,039	0,486	(0,010)
Earnings Per Share, Fully Diluted	0,277	0,037	0,483	(0,010)
Shares used in per share calculation (mm)	119 323 213	119 154 746	120 796 552	119 154 746
Shares used in per share calculation, Fully Diluted (mm)	120 335 371	126 557 991	121 666 456	126 557 991
Number of Employees	579	424	579	424

Earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted ordinary shares in issue during the period.

In periods with negative Net Income, the dilutive instruments will have an anti dilutive effect when calculating dilutive earnings per share. For this reason, there is no difference between earnings per share and dilutive earnings per share for these periods.

The options have varying exercise prices and would, upon exercise, mean payment into the Company of NOK 106,696K as of September 30, 2008. In relation to the accounting standard regarding earnings per share, the effect of these funds being used by the Company to purchase shares in the market should be considered when calculating the fully diluted number of shares outstanding. The average price in the period is used when calculating the fully diluted number of shares. The average price is calculated to be 19.35 in Q3 and 18.78 as of YTD2008.

Number of fully diluted shares calculation	Q3 2008	YTD 2008
	(Unaudited)	(Unaudited)
Net income	**33 312 042**	**58 765 007**
Time average of outstanding shares 1)	**119 323 213**	**120 796 552**
Earnings pr. share	**0,279**	**0,486**
Equity diluted earnings per share	**0,277**	**0,483**

The calculation of basic earnings per share was based on the profit attributable to ordinary shareholders and a weighted average number of ordinary shares outstanding during the period.

1) Calculation of average number of shares	Q3 2008	YTD 2008
Number of shares outstanding as of July 1/January 1	119 574 782	119 542 246
Share issue 8 March (206 days)		24 551
Own shares 36,0000 on 12 March (204 days)		26 901
Own shares 300,0000 on 14 March (202 days)		221 978
Own shares 200,000 on 17 March (199 days)		145 788
Own shares 196,000 on 18 March (198 days)		709 333
Own shares 1,000 on 1 April (183 days)		(670)
Own shares 19,000 on 8 April (177days)		(12 319)
Own shares 98,000 on 15 April (170 days)		(61 026)
Own shares 13,124 on 10 June (112 days)		(5 384)
Sales of own shares 761.072 on 18 June (104 days)		289 932
Sales of own shares 89,752 on 2 September (28 days)	27 316	9 205
Own shares 656,600 on 8 September (22 days)	(157 013)	(52 913)
Own shares 78,000 on 9 September (21 days)	(17 804)	(6 000)
Own shares 76,000 on 10 September (20 days)	(16 522)	(5 568)
Own shares 14,000 on 11 September (19 days)	(2 891)	(974)
Own shares 209,400 on 12 September (18days)	(40 970)	(13 807)
Own shares 59,500 on 15 September (15 days)	(9 701)	(3 269)
Own shares 34,000 on 16 September (14 days)	(5 174)	(1 744)
Own shares 10,000 on 17 September (13 days)	(1 413)	(476)
Own shares 25,000 on 18 September (12 days)	(3 261)	(1 099)
Own shares 105,000 on 19 September (11 days)	(12 554)	(4 231)
Own shares 25,000 on 21 September (9 days)	(2 446)	(824)
Own shares 31,500 on 22 September (8 days)	(2 739)	(923)
Own shares 40,000 on 23 September (7 days)	(3 043)	(1 026)
Own shares 33,500 on 24 September (6 days)	(2 185)	(736)
Own shares 21,500 on 25 September (5 days)	(1 168)	(394)
Average number of shares	119 323 213	120 796 552

The following equity instruments has diluting effect	Q3 2008	YTD 2008
Options	6 704 760	6 704 760
Warrants	0	0
Total	6 704 760	6 704 760
Options and warrants	6 704 760	6 704 760
Number of bought shares (NOK 106,696K/19.35/18.78)	5 513 986	5 681 344
Number of shares with diluting effect	1 190 774	1 023 416
Expected options to be exercised	1 012 158	869 904

DISCLOSURE
(In thousands of NOK)

NOTE 8: FINANCIAL INFORMATION

Due to the global financial situation, including fluctuations in currencies, Opera has in the 3Q08 report chosen to include more information regarding currency risk as of 30 September 2008.

Opera Software ASA has no interest bearing debt and no financial fixed assets in the form of loans or investments in shares except investments in its subsidiaries. Consequently, the financial risk the Group faces is mainly related to foreign exchange rate risk in USD and EUR. Exchange rate fluctuations have an effect on Opera's revenues and income statement. For the first 9 months of 2008, approximately 66% of revenues was in EUR and 31% in USD (FY2007; 63% and 36%).

For the first 9 months of FY2008, Opera had a foreign exchange gain of NOK 14,640K, and for Q308, the foreign exchange gain was NOK 17,582K (net of NOK 3,9M in losses on foreign exchange forward contracts that Opera has entered into for US Dollars and EUROs). For the first 9 months of FY2007, Opera had a foreign exchange loss of NOK 4,630K and for Q307, the foreign exchange loss was NOK 8,854K.

NOTE 9: SUBSEQUENT EVENTS

No subsequent events (that are necessary to be included in the enclosed consolidated condensed financial statements) have occurred after the reporting date.

For announcements of new contracts, please see announcements published on the Oslo Stock Exchange website (www.oslobors.no).

HISTORICAL SUMMARY: LAST 6 QUARTERS
(In thousands of NOK, except per share amounts)

HISTORICAL SUMMARY: LAST 6 QUARTERS	Q3 2008 (Unaudited)	Q2 2008 (Unaudited)	Q1 2008 (Unaudited)	Q4 2007 (Unaudited)	Q3 2007 (Unaudited)	Q2 2007 (Unaudited)
Revenue ('1000s of NOK)						
Desktop	28 027	23 209	23 147	19 293	17 343	15 582
Internet Devices	96 696	89 518	79 558	73 692	64 442	59 716
Total Revenue	124 723	112 727	102 705	92 985	81 785	75 298
Revenue (% Growth)						
Desktop	21 %	0 %	20 %	11 %	11 %	5 %
Internet Devices	8 %	13 %	8 %	14 %	8 %	18 %
Total Revenue	11 %	10 %	10 %	14 %	9 %	15 %
Revenue (% of Total Revenue)						
Desktop	22 %	21 %	23 %	21 %	21 %	21 %
Internet Devices	78 %	79 %	77 %	79 %	79 %	79 %
EBIT	22 692	17 590	9 649	9 360	8 015	2 492
EBIT, excluding stock option costs	23 792	18 999	13 627	10 426	10 290	5 927
EBITDA	24 750	19 413	11 612	11 095	9 674	4 013
EBITDA, excluding stock option costs	25 850	20 822	15 590	12 161	11 950	7 448
EPS	0,279	0,147	0,065	0,120	0,039	0,019
EPS, Fully Diluted	0,277	0,146	0,065	0,118	0,037	0,017

NEW MODELS IN Q308

Opera Mini:

ASUS
ASUS P552

LG
LG HB620T
LG KB770
LG KC910
LG KU990
LG KF750
LG KC550

Nokia
Nokia 2320 classic
Nokia 2323 classic
Nokia 2330 classic
Nokia 3109 classic
Nokia 3110 classic
Nokia 3120 classic
Nokia 5130 XpressMusic
Nokia 5300
Nokia 5310 Xpress
Nokia 5310 XpressMusic
Nokia 6131
Nokia 6210
Nokia 6500 classic
Nokia 7100 Supernova
Nokia 7510
Nokia 8600
Nokia 8800

Motorola
Motorola K1

Sagem
Sagem EX2008P
Sagem my721x _ _

Spice Mobile (India)
Spice D-90

Sony Ericsson
Sony Ericsson An
Sony Ericsson Feng
Sony Ericsson K530i
Sony Ericsson K550i
Sony Ericsson K770i
Sony Ericsson TM506
Sony Ericsson W350i
Sony Ericsson W580i
Sony Ericsson W610i
Sony Ericsson W760i
Sony Ericsson W810i
Sony Ericsson W890
Sony Ericsson W910i
Sony Ericsson Ying

Opera Mobile:

Casio
Casio EXILIM Keitai W63CA

Hitachi
Hitachi Wooo Keitai W63H

HTC
HTC Touch HD
HTC Touch Viva
HTC Fuze

HP
iPAQ Data Messenger

Kyocera
Kyocera W65K

Motorola
MOTO Q Global

Panasonic
Panasonic W62P

Samsung
Samsung 900i
Samsung L700
Samsung Player Addict

Sharp
Sharp AQUOS Keitai W64SH

Sony Ericsson
Sony Ericsson W64S
Sony Ericsson Xperia X1

Toshiba
Toshiba W65T