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**Global IP Solutions Announces Fourth Quarter 2007 Financial Results and Other Financial News**

*(Reported in thousands of U.S. Dollars and thousands of Swedish Krona; **unaudited**)*

STOCKHOLM – February 26, 2008 - Global IP Solutions (GIPS) Holding AB, the leading provider of multimedia processing technologies, announced the financial results for the fourth quarter and the twelve months ending December 31, 2007. The company has also announced financial adjustments within the quarter, and elaborated on its upcoming share offering. The company is reporting its financial results in both U.S. Dollars (USD) and Swedish Krona (SEK).

Revenues for the fourth quarter of 2007 were 2,595 USD/SEK 16,657, a 49 percent decrease from the fourth quarter of 2006 but a 55 percent increase from the third quarter of 2007. Revenues for the twelve months of 2007 were 14,428 USD/SEK 98,303 compared to 17,089 USD/SEK 126,032 for the twelve months of 2006, a decrease of 16 percent. The decrease in revenues was primarily the result of a drop-off in new design wins and a shortfall in royalty revenue.

Gross margin for the fourth quarter was 2,472 USD/SEK 15,867 compared to 4,491 USD/SEK 32,091 for the comparable quarter of 2006 and 1,235 USD/SEK 8,174 in the third quarter of 2007. Gross margin for the twelve months of 2007 was 12,824 USD/SEK 87,306 compared to 14,860 USD/SEK 109,593 for the twelve months of 2006. Gross margin for the fourth quarter of 2007 was 95 percent, compared to 88 percent for the fourth quarter of 2006 and 74 percent for the prior quarter.

Operating expenses were 10,303USD/SEK 66,472 for the quarter, versus 2,444USD/SEK 17,216 for the 2006 fourth quarter and 5,847 USD/SEK 39,817 in the third quarter of 2007. Operating expenses for the twelve months ended December 31, 2007 were 25,134USD/SEK 168,630 versus 6,794USD/SEK 50,109 for the twelve months ended December 31, 2006. The increase in operating expenses was due to an increase in the number of employees, increased expenses related to professional services, increases to bad debt reserves and one-time charges due to reductions in personnel in the third quarter of 2007. In addition, a write down of the Company's remaining investment in CrystalVoice of approximately 5.9 million USD/SEK 38.2 million was completed.

EBITDA for the fourth quarter of 2007 was a loss of (7,831) USD/SEK (50,605), compared to 2,047USD/SEK 14,875 for the fourth quarter of 2006. EBITDA for the twelve months ended December 31, 2007 was a loss of (12,310) USD/SEK (81,324) versus 8,066USD/SEK 59,484 for the comparable period of 2006.

An additional financial adjustment in the fourth quarter of 2007 was made to write down approximately 2.4 million USD/SEK 15.4 million related to deferred tax assets. The net loss for the quarter was (10,505) USD/SEK (67,921), compared to a net profit of 2,512 USD/SEK 17,906 for the fourth quarter of 2006. The net loss for the twelve months of 2007 was (16,468) USD/SEK (107,575) compared to a net profit of 8,762 USD/SEK 64,617 for the twelve months ended December 31, 2006.

Cash and cash equivalents at the end of the fourth quarter were 6,146 USD/SEK 39,689, down from the ending balance at September 30, 2007 of 6,858 USD/SEK 45,971. For 2007, the company generated (14,209) USD/ SEK (92,372) in negative operating cash flow, primarily as a result of decreased revenues and increased operating expenses and the acquisition of CrystalVoice in January 2007.

"Moving forward the company is focused on both broadening its relationship with existing customers and targeting emerging markets with its suite of new and current product offerings," said Ditlef de Vibe, Chairman and acting Chief Executive Officer of Global IP Solutions. "The major write-off in Q4 '07 has overshadowed the improved performance over Q3 '07. However, we see a demand for GIPS high-quality multimedia and we have set measurable objectives aimed at expanding growth opportunities with GIPS' current customers and emerging markets. We still believe these significant developments will take a number of quarters to be realized."

"The company has recently appointed Emerick Woods to lead the company as CEO and with the guarantee of at least \$8 million for the share offering to ensure GIPS' financial stability, we expect GIPS to make progress in 2008, " added de Vibe. Mr. Woods will assume his new CEO role on April 1, 2008 and his stock option grant is due to be approved by an extraordinary general assembly on March 18, 2008.

The company also announced that the previously declared share issue offering for up to \$10 million in ordinary shares will be approved by the extraordinary general assembly on March 18, 2008. The share offering subscription period is due to commence on March 31 and will be open for a period of two weeks.

<b>Global IP Solutions (GIPS) Holding AB</b>
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*unaudited*

USD, in thousands

Consolidated income statement	Three Months Ended		Twelve Months Ended	
	December 31, 2007	December 31, 2006	December 31, 2007	December 31, 2006
License	2,105	4,289	11,737	14,611
Services	490	804	2,691	2,478
<b>Revenue</b>	<b>2,595</b>	<b>5,093</b>	<b>14,428</b>	<b>17,089</b>
<b>Cost of goods</b>				
Product	(86)	136	141	797
Services	209	466	1,463	1,432
<b>Total Cost of goods</b>	<b>123</b>	<b>602</b>	<b>1,604</b>	<b>2,229</b>
<b>Gross Profit</b>	<b>2,472</b>	<b>4,491</b>	<b>12,824</b>	<b>14,860</b>
<b>Information about the business activities</b>				
Selling expenses	2,923	1,558	11,928	5,205
Administrative expenses	675	880	4,527	3,087
Research and development expenses	794	859	2,768	2,355
Other (income) expense	5,911	(853)	5,911	(3,853)
<b>Operating expenses</b>	<b>10,303</b>	<b>2,444</b>	<b>25,134</b>	<b>6,794</b>
<b>Earnings Before Interest, Tax, Depr &amp; Amort</b>	<b>(7,831)</b>	<b>2,047</b>	<b>(12,310)</b>	<b>8,066</b>
Depreciation & Amortization	586	175	2,292	327
<b>Earnings Before Interest, Tax</b>	<b>(8,417)</b>	<b>1,872</b>	<b>(14,602)</b>	<b>7,739</b>
<b>Result from financial investments</b>				
Other interest income and similar profit/loss items	(572)	657	(987)	(723)
Interest expenses and similar profit/loss items	129	60	300	183
<b>Total result from financial investments</b>	<b>(443)</b>	<b>717</b>	<b>(687)</b>	<b>(540)</b>
<b>Result after financial items</b>	<b>(7,974)</b>	<b>1,155</b>	<b>(13,915)</b>	<b>8,279</b>
Tax	2,531	(1,357)	2,553	(483)
<b>Net profit (loss) for the period</b>	<b>(10,505)</b>	<b>2,512</b>	<b>(16,468)</b>	<b>8,762</b>
Earnings Per Share (Basic)	(0.19)	0.05	(0.30)	0.16
Average Outstanding Shares	54,138,918	53,988,918	54,138,918	53,633,710

Consolidated balance sheet		USD, in thousands	
Assets		December 31, 2007	December 31, 2006
<b>Fixed assets</b>			
<b>Intangible fixed assets</b>			
Patents		520	382
Software		114	79
Purchased Technology		1,458	2,099
Other Intangibles		2,439	2,396
<b>Total intangible fixed assets</b>		<b>4,531</b>	<b>4,956</b>
<b>Tangible fixed assets</b>			
Plant and machinery			
Equipment, tools, fixtures and fittings		164	113
Costs of improvements to property		45	47
<b>Total tangible fixed assets</b>		<b>209</b>	<b>160</b>
<b>Financial fixed assets</b>			
Deposits		213	185
Deferred tax		-	2,496
<b>Total financial fixed assets</b>		<b>213</b>	<b>2,681</b>
<b>Total fixed assets</b>		<b>4,953</b>	<b>7,797</b>
<b>Current assets</b>			
Current receivables		1,977	5,626
Short-term investments		1,039	-
Other current assets		455	1,551
Prepaid expenses and accrued income		595	581
<b>Sub-total</b>		<b>4,066</b>	<b>7,758</b>
Cash and Cash Equivalents		6,146	15,836
<b>Total current assets</b>		<b>10,212</b>	<b>23,594</b>
<b>Total assets</b>		<b>15,165</b>	<b>31,391</b>

Certain items have been reclassified to conform with the current presentation

		USD, in thousands	
Equity and liabilities		December 31, 2007	December 31, 2006
Equity			
Restricted equity			
Share capital		726	726
Restricted reserves		68,434	32,307
Total restricted equity		69,160	33,033
Non-restricted equity			
Unrestricted Reserves		(43,057)	(16,501)
Net loss of the year		(16,468)	8,762
Total non-restricted equity		(59,525)	(7,739)
Total equity		9,635	25,294
Long-term liabilities			
Unearned revenue, long-term		331	-
Long-term note		50	47
Total long-term liabilities		381	47
Minority interest in subsidiary		93	19
Current liabilities			
Accounts payable - trade		671	1,195
Other current liabilities		1,079	669
Unearned revenue		1,250	2,253
Accrued expenses and deferred income		2,056	1,914
Total current liabilities		5,056	6,031
Total equity and liabilities		15,165	31,391

Consolidated cash flow statement	USD, in thousands	
	Twelve Months Ended	
	December 31, 2007	December 31, 2006
<b>Operating activities</b>		
Result after financial items	(13,915)	8,279
Adjustments for items not included in cash flow etc.		
Depreciation and Amortization	2,292	327
Tax	(2,586)	711
<b>Cash flow from operating activities before changes in working capital</b>	<b>(14,209)</b>	<b>9,317</b>
<b>Changes in working capital</b>		
(Increase) decrease in assets	10,331	857
Increase (decrease) in liabilities	423	(5,493)
<b>Cash flow from operating activities</b>	<b>(3,455)</b>	<b>4,681</b>
<b>Investing activities</b>		
Acquisitions of intangible assets	(6,659)	(4,769)
Acquisitions of machinery and equipment	(366)	(184)
Investment in financial assets	-	(17)
<b>Cash flow from investing activities</b>	<b>(7,025)</b>	<b>(4,970)</b>
<b>Financing activities</b>		
Share premium upon issue of new shares	-	547
Deferred compensation	100	1,208
<b>Cash flow from financing activities</b>	<b>100</b>	<b>1,755</b>
<b>Cash flow for the year</b>	<b>(10,380)</b>	<b>1,466</b>
Liquid funds at the beginning of the period	15,836	13,654
Exchange difference, liquid funds	690	716
<b>Liquid funds at the end of the period</b>	<b>6,146</b>	<b>15,836</b>

Certain prior-year amounts have been reclassified to conform with the current presentation

<b>Global IP Solutions (GIPS) Holding AB</b>
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*unaudited*

SEK, in thousands

Consolidated income statement	Three Months Ended		Twelve Months Ended	
	December 31, 2007	December 31, 2006	December 31, 2007	December 31, 2006
License	13,515	30,615	79,977	107,756
Services	3,142	5,758	18,326	18,276
<b>Revenue</b>	<b>16,657</b>	<b>36,373</b>	<b>98,303</b>	<b>126,032</b>
<b>Cost of goods</b>				
Product	(556)	940	1,008	5,879
Services	1,346	3,342	9,989	10,560
<b>Total Cost of goods</b>	<b>790</b>	<b>4,282</b>	<b>10,997</b>	<b>16,439</b>
<b>Gross Profit</b>	<b>15,867</b>	<b>32,091</b>	<b>87,306</b>	<b>109,593</b>
<b>Information about the business activities</b>				
Selling expenses	18,814	11,131	80,784	38,387
Administrative expenses	4,329	6,273	30,909	22,766
Research and development expenses	5,087	6,187	18,695	17,371
Other (income) expense	38,242	(6,375)	38,242	(28,415)
<b>Operating expenses</b>	<b>66,472</b>	<b>17,216</b>	<b>168,630</b>	<b>50,109</b>
<b>Earnings Before Interest, Tax, Depr &amp; Amort</b>	<b>(50,605)</b>	<b>14,875</b>	<b>(81,324)</b>	<b>59,484</b>
Depreciation & Amortization	3,758	1,275	15,483	2,413
<b>Earnings Before Interest, Tax</b>	<b>(54,363)</b>	<b>13,600</b>	<b>(96,807)</b>	<b>57,071</b>
<b>Result from financial investments</b>				
Other interest income and similar profit/loss items	(3,663)	5,361	(6,515)	(5,049)
Interest expenses and similar profit/loss items	832	430	757	1,063
<b>Total result from financial investments</b>	<b>(2,831)</b>	<b>5,791</b>	<b>(5,758)</b>	<b>(3,986)</b>
<b>Result after financial items</b>	<b>(51,532)</b>	<b>7,809</b>	<b>(91,049)</b>	<b>61,057</b>
Tax	16,389	(10,097)	16,526	(3,560)
<b>Net profit (loss) for the period</b>	<b>(67,921)</b>	<b>17,906</b>	<b>(107,575)</b>	<b>64,617</b>
Earnings Per Share (Basic)	(1.25)	0.33	(1.99)	1.20
Average Outstanding Shares	54,138,918	53,988,918	54,138,918	53,633,710

Consolidated balance sheet		SEK, in thousands	
Assets		December 31, 2007	December 31, 2006
<b>Fixed assets</b>			
<b>Intangible fixed assets</b>			
Patents		3,357	2,610
Software		736	537
Purchased Technology		9,418	14,352
Other Intangibles		15,751	17,551
<b>Total intangible fixed assets</b>		29,262	35,050
<b>Tangible fixed assets</b>			
Plant and machinery			
Equipment, tools, fixtures and fittings		1,060	771
Costs of improvements to property		290	325
<b>Total tangible fixed assets</b>		1,350	1,096
<b>Financial fixed assets</b>			
Deposits		1,375	1,263
Deferred tax		-	17,054
<b>Total financial fixed assets</b>		1,375	18,317
<b>Total fixed assets</b>		31,987	54,463
<b>Current assets</b>			
Current receivables		12,770	38,476
Short-term investments		6,712	-
Other current assets		2,937	10,606
Prepaid expenses and accrued income		3,840	3,990
<b>Sub-total</b>		26,259	53,072
Cash and Cash Equivalents		39,689	108,297
<b>Total current assets</b>		65,948	161,369
<b>Total assets</b>		97,935	215,832

Certain items have been reclassified to conform with the current presentation

Equity and liabilities	SEK, in thousands	
	December 31, 2007	December 31, 2006
<b>Equity</b>		
<b>Restricted equity</b>		
Share capital	5,414	5,414
Restricted reserves	444,231	201,227
Total restricted equity	449,645	206,641
<b>Non-restricted equity</b>		
Unrestricted Reserves	(279,848)	(97,119)
Net result current year	(107,575)	64,617
Total non-restricted equity	(387,423)	(32,502)
<b>Total equity</b>	62,222	174,139
<b>Long-term liabilities</b>		
Unearned revenue, long-term	2,134	-
Long-term note	321	321
<b>Total long-term liabilities</b>	2,455	321
Minority interest in subsidiary	597	130
<b>Current liabilities</b>		
Accounts payable - trade	4,336	8,172
Other current liabilities	6,970	4,578
Unearned revenue	8,074	15,405
Accrued expenses and deferred income	13,281	13,087
<b>Total current liabilities</b>	32,661	41,242
<b>Total equity and liabilities</b>	97,935	215,832

<b>Consolidated cash flow statement</b>	<b>SEK, in thousands</b>	
	<b>Twelve Months Ended</b>	
	<b>December 31, 2007</b>	<b>December 31, 2006</b>
<b>Operating activities</b>		
Result after financial items	(91,049)	61,057
Adjustments for items not included in cash flow etc.		
Depreciation and Amortization	15,489	1,278
Tax	(16,812)	4,859
<b>Cash flow from operating activities before changes in working capital</b>	<b>(92,372)</b>	<b>67,194</b>
<b>Changes in working capital</b>		
(Increase) decrease in assets	69,500	6,313
Increase (decrease) in liabilities	489	(43,236)
<b>Cash flow from operating activities</b>	<b>(22,383)</b>	<b>30,271</b>
<b>Investing activities</b>		
Acquisitions of intangible assets	(39,781)	(36,266)
Acquisitions of machinery and equipment	(2,128)	(643)
Investment in financial assets	-	(120)
<b>Cash flow from investing activities</b>	<b>(41,909)</b>	<b>(37,029)</b>
<b>Financing activities</b>		
Share premium upon issue of new shares	-	12,783
Deferred compensation	646	8,860
<b>Cash flow from financing activities</b>	<b>646</b>	<b>21,643</b>
<b>Cash flow for the year</b>	<b>(63,646)</b>	<b>14,885</b>
Liquid funds at the beginning of the period	108,297	108,518
Exchange difference, liquid funds	(4,962)	(15,106)
<b>Liquid funds at the end of the period</b>	<b>39,689</b>	<b>108,297</b>

Certain prior-year amounts have been reclassified to conform with the current presentation