OPERA SECOND QUARTER 2008

The best Internet experience on any device

OPERA software

OPERA SOFTWARE ASA – SECOND QUARTER 2008

Opera delivered revenues of MNOK 112.7 in 2Q08, up 50% versus 2Q07, and an EBIT of MNOK 17.6, driven by strong growth in both the Internet Devices and Desktop segments.

Highlights

Revenues of MNOK 112.7 in 2Q08, up from MNOK 75.3 in 2Q07, an increase of 50%. EBIT was MNOK 17.6 in 2Q08 compared to MNOK 2.5 in 2Q07. EBITDA in 2Q08 was MNOK 19.4, and EBITDA, excluding stock options costs, was MNOK 20.8.

Business area

- Revenue from Internet Devices rose to MNOK 89.5 in 2Q08 compared to MNOK 59.7 in 2Q07, an increase of 50%, powered by strong growth in the mobile area.
- 32 new mobile phones that include the Opera Mobile browser pre-installed were announced in 2Q08, including the Samsung Omnia, the HTC Touch Pro and Motorola's MOTO Q9e and MOTO Z10.
- O2 Germany and debitel Germany signed agreements with Opera for operator branded versions of Opera Mini to power their mobile web initiatives.
- Opera announced that ASUSTeK Computer Inc., a leading manufacturer based in Taiwan, selected Opera Mobile 9.5 for upcoming Windows-based handsets.
- The number of mobile phones shipped with the Opera browser was 7.8 million in 2Q08, compared to 8.8 million units in 2Q07.
- Opera signed an agreement with Philips Consumer Electronics, which will make the Opera Web browser available on a new range of connected TVs aimed at the mass consumer market.
- The HTC Touch Diamond began shipping in 2Q08, making it the first phone to ship with Opera Mobile 9.5 pre-installed.

Consumer area

- Revenues from the Desktop segment increased 49% in 2Q08 compared to 2Q07, as global usage continues to grow.
- Growth in global usage of Opera Mini continues. For the month of June, 14.5 million unique users worldwide used Opera Mini to browse the Web. As of June 30, 2008, since launch, more than 28.1 billion Web pages have been viewed on Opera Mini, generating strong data traffic, and therefore revenues, for mobile operators worldwide.
- Opera made Yandex the default search engine on Opera branded versions of Opera Mobile and Mini for consumers in Russia and the Commonwealth of Independent States (CIS).
- Opera launched its monthly Mobile Web Report, a monthly compilation and analysis of what people do on the mobile Web with Opera Mini.
- Opera launched Opera 9.5 for Desktop, redefining Web browsing yet again.
- The number of registered My Opera users grew to over 1.5 million by the end of June, up 27% from end of 2007.

Financials

Revenues

Revenue in 2Q08 was MNOK 112.7, up 50% from 2Q07, when revenue was MNOK 75.3. Revenue growth in the quarter was driven by attractive growth across both business segments.

Internet Devices revenue was driven by predominantly higher delivery services revenue to certain key OEM and operator customers.

Operating costs

Total operating costs for 2Q08 were MNOK 95.1 compared to MNOK 72.8 in 2Q07, an increase of 31%.

Payroll and related expenses, excluding stock option costs: Total payroll and related expenses, excluding stock option costs, were MNOK 69.3 in 2Q08 compared to MNOK 49.3 in 2Q07, an increase of 41%. This increase was due primarily to higher headcount in engineering and sales and marketing globally.

Stock option costs: Total stock option costs for 2Q08 were MNOK 1.4 compared to MNOK 3.4 in 2Q07.

Other operating expenses: Other operating expenses in 2Q08 were MNOK 22.6 compared to MNOK 18.6 in 2Q07, an increase of 22%.

EBIT

EBIT was MNOK 17.6 in 2Q08 compared to MNOK 2.5 in 2Q07. EBIT, excluding stock option costs, was MNOK 19.0 in 2Q08 versus MNOK 5.9 in 2Q07. EBITDA in 2Q08 was MNOK 19.4 compared with MNOK 4.0 in 2Q07. EBITDA, excluding stock options costs, was MNOK 20.8 compared with MNOK 7.4 in 2Q07.

Interest income and FX gains/(losses)

Interest income was MNOK 6.5 in 2Q08 versus MNOK 3.9 in 2Q07. Opera had a foreign exchange gain of MNOK 0.4 in 2Q08 compared to loss of MNOK 2.7 in 2Q07.

Net income

Net income was MNOK 17.7 in 2Q08 compared to MNOK 2.2 in 2Q07. EPS and fully diluted EPS were 0.15 and 0.15, respectively, in 2Q08, compared to 0.02 and 0.02 respectively, in 2Q07.

Liquidity and capital resources

The Company's net cash flow from operating activities was MNOK 2.0 in 2Q08 compared to MNOK 31.9 in 2Q07. Net operating cash flow in 2Q08 was affected in particular by higher receivable balances than expected at June 30, 2008. In 2Q08, Opera repurchased 117,000 shares for MNOK 1.9 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.

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Cash: Cash and cash equivalents at the end of 2Q08 were MNOK 492.7, compared to MNOK 463.1 in 2Q07, an increase of MNOK 29.6.

Organization: At the end of 2Q08, the Company had 529 full-time employees and equivalents compared to 391 at the end of 2Q07.

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

Internet Devices includes revenue from both mobile phones and other connected devices, such as game 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.

Revenue from Internet Devices rose to MNOK 89.5 in 2Q08 compared to MNOK 59.7 in 2Q07, an increase of 50%, powered by strong growth in the mobile segment.

New handsets featuring Opera Mobile, 2Q08

Casio Hitachi W61CA
Casio W62CA
Hitachi W61H
Hitachi W62H
HTC Shift
HTC Touch Diamond
HTC Touch Pro
Kyocera W61K
Kyocera W64K
Kyocera W62K
Kyocera W63K
Moto A810
Motoming A1600
Motorola Q9e
Panasonic W61P
Pantech W61PT
Pantech W62PT
Samsung Omnia
Samsung SCH-M480
Sanyo W61SA
Sanyo W62SA
Sanyo W63SA
Sanyo W64SA
Sharp W61SH
Sharp W62SH
Sony Ericsson W61SA
Sony Ericsson re
Willcom WX330K
Willcom WX331K
Toshiba Sportio
Toshiba W62T
XDA Diamond

Opera Mobile

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

Revenues from Opera Mobile expanded in the second quarter due in particular for higher delivery services revenue from certain key mobile OEM and operator customers.

During the quarter, Opera Software signed an agreement with a leading European telecommunications operator to develop and introduce a hosted, end-to-end Opera Widgets solution on a range of handset platforms in multiple countries. In addition, WILLCOM, an operator in Japan, will install Opera Mobile 9.5 on upcoming handsets running Windows Mobile.

During 2Q08, Opera announced 32 new phones with Opera Mobile pre-installed including phones from KDDI, ASUSTeK, Motorola and Samsung.

Opera Mini

Business

Opera has comprehensive licensing and services deals with 9 major operators - T-Mobile International (used by more than one million subscribers in 8 of 11 European subsidiaries), Vodafone D2, Telefónica Móviles de España, PTC/era (Poland), TMN (Portugal), Tata Teleservices (India), and, most recently, O2 Germany, 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 2Q08, Opera has also signed distribution deals for the Opera-branded Opera Mini browser with 18 mobile operators, including Helio (USA), Mobitel, (Sri Lanka) Telenor Serbia, and Telenor Pakistan.

Consumer

As of June 30, 2008, since launch, more than 28.1 billion Web pages have been viewed on Opera Mini. In June, 14.5 million unique active users worldwide browsed the Web using Opera Mini.

Opera's primary revenue generator for the Opera-branded version of Opera Mini is 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 and, most recently Meridian Mobile, one of India's leading handset manufacturers.

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Opera Devices

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 game consoles, portable media players and net TVs.

In 2Q08, Opera signed agreements with certain leading consumer electronics companies, including Philips, which will make the Opera browser available on a new range of connected TVs aimed at the mass consumer market; as well as with USEN, which will make the Opera browser available on a new range of set-top boxes, and with Sony for its new digital photo frame, VGF CP1.

Desktop

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.

Revenue from Desktop rose 49% in 2Q08 to MNOK 23.2, compared to MNOK 15.6 in 2Q07.

Opera released its flagship Web browser, Opera 9.5, getting close to 5 million downloads in just 6 days. An innovative new service called Opera Link was launched with Opera 9.5. Opera Link enables users to synchronize certain browser features across their mobile and desktop devices, such as bookmarks.

During 2Q08, Opera made Baidu and Allegro the default search engine on the Speed Dial section of Opera's desktop browser in China and Poland, respectively. Adding local search partners and other commercial partners is enhancing the user experience and contributing to higher ARPU.

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, August 29, 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	Q2 2008 (Unaudited)	Q2 2007 (Unaudited)	% Change	1H 2008 (Unaudited)	1H 2007 (Unaudited)	% Change
Desktop	23 209	15 582	49 %	46 356	30 421	52 %
Internet Devices	89 518	59 716	50 %	169 076	110 273	53 %
Total Revenue	**112 727**	**75 298**	**50 %**	**215 432**	**140 694**	**53 %**
Payroll and related expenses, excluding stock option costs	69 276	49 263	41 %	135 249	102 716	32 %
Stock option costs	1 409	3 435	-59 %	5 387	5 029	7 %
Depreciation and amortization	1 823	1 521	20 %	3 786	3 102	22 %
Other operating expenses	22 629	18 587	22 %	43 771	36 336	20 %
Total Expenses	**95 137**	**72 806**	**31 %**	**188 193**	**147 183**	**28 %**
Earnings Before Interest and Taxes ("EBIT")	**17 590**	**2 492**		**27 239**	**-6 489**	
Interest income	6 547	3 914		11 068	7 495	
FX gains/losses (negative amount = losses)	414	-2 695		-2 942	-4 224	
Earnings Before Taxes ("EBT")	**24 551**	**3 711**		**35 365**	**-3 218**	
Provision for Taxes	-6 884	-1 522		-9 912	-2 593	
Net Income	**17 667**	**2 189**		**25 453**	**-5 811**	
Earnings Per Share	0,147	0,019		0,213	-0,049	
Earnings Per Share, Fully Diluted	0,146	0,017		0,213	-0,049	
Shares used in per share calculation (mm)	119 542 246	117 428 246		119 542 246	117 428 246	
Shares used in per share calculation, Fully Diluted (mm)	119 817 509	127 302 246		119 262 067	127 302 246	
Number of Employees	529	391		529	391	

CONSOLIDATED BALANCE SHEET
(In thousands of NOK)

BALANCE SHEET	**30.06.2008** (Unaudited)	**30.06.2007** (Unaudited)	**FY 2007** (Audited)
Deferred tax asset	5 184	12 321	9 724
Goodwill	3 143	3 143	3 143
Office machinery, equipment etc., Net	21 613	23 709	17 832
Other investments and deposits	4 471	0	4 541
Accounts receivables	70 208	50 685	65 249
Unbilled revenue	53 621	28 221	40 700
Other receivables	6 445	3 552	5 728
Cash and cash equivalents	492 661	463 117	466 813
Total Assets	657 346	584 748	613 730
Account payable	7 491	5 307	7 227
Taxes payable	657	-241	2 443
Social security, VAT and other taxation payable	17 236	15 002	9 418
Deferred revenue	36 351	31 823	26 635
Other short-term liabilities	35 643	25 123	35 838
Total Liabilities	97 378	77 014	81 562
Share capital	2 393	2 382	2 391
Own shares	-2	0	0
Share premium reserve	457 248	454 055	456 973
Other reserves	26 321	17 477	21 977
Retained earnings/other equity	74 008	33 820	50 827
Total Equity	559 968	507 734	532 168
Total Liabilities and Equity	657 346	584 748	613 730

CONSOLIDATED EQUITY STATEMENT
(In thousands of NOK)

EQUITY STATEMENT	Q2 2008 (Unaudited)	Q2 2007 (Unaudited)	1H 2008 (Unaudited)	1H 2007 (Unaudited)
Opening balance	534 889	493 911	532 168	499 470
Net profit/(loss)	17 667	2 189	25 453	-5 811
Equity share issue	0	9 200	0	9 773
Options	1 109	2 523	4 329	4 492
Own shares	6 768	0	-3 282	0
Other	-464	-89	1 301	-190
Closing Balance	559 968	507 734	559 968	507 734

CONSOLIDATED CASH FLOW STATEMENT

(In thousands of NOK)
(Unaudited)

CASH FLOW STATEMENT	Q2 2008 (Unaudited)	Q2 2007 (Unaudited)	1H 2008 (Unaudited)	1H 2007 (Unaudited)
Cash flow from operating activities				
Profit/loss before taxes	24 551	3 711	35 365	-3 218
Taxes paid	-2 496	-1 776	-5 965	-4 826
Depreciation expense	1 823	1 521	3 786	3 102
Impairment of shares	0	0	0	0
Changes in accounts receivable *)	-25 142	22 566	-15 227	19 902
Changes in accounts payable	1 039	3 035	289	-1 241
Changes in other liabilities, net	1 082	682	13 763	15 334
Share-based remuneration	1 094	2 523	4 316	4 492
Conversion discrepancy	0	-381	34	-840
Net cash flow from operating activities	1 951	31 882	36 361	32 706
Cash flow from investment activities				
Acquisition of tangible fixed assets	-2 958	-1 843	-7 547	-3 368
Acquisition of shares	0	0	0	-500
Net cash flow from investment activities	-2 958	-1 843	-7 547	-3 868
Cash flow from financing activities				
Proceeds from exercise of stock options, warrants	8 967	9 209	9 243	9 782
Proceeds of Share Issues, net	0	0	0	0
Proceeds of own shares	-2 159	0	-12 209	0
Net cash flow from financing activities	6 808	9 209	-2 966	9 782
Net change in cash and cash equivalents**	5 801	39 248	25 848	38 620
Cash and cash equivalents **)	486 860	423 869	466 813	424 497
Cash and cash equivalents	**492 661**	**463 117**	**492 661**	**463 117**

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

**)Cash and cash equivalents of NOK 186,442K are restricted assets as of June 30, 2008 (of which NOK 168,317K was released as restricted cash as of August 19, 2008).

Cash and cash equivalents of NOK 7,962K are restricted assets as of December 31st, 2007, and NOK 7,180K are restricted as per June 30, 2007.

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

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

HISTORICAL SUMMARY: LAST 6 QUARTERS	Q2 2008 (Unaudited)	Q1 2008 (Unaudited)	Q4 2007 (Unaudited)	Q3 2007 (Unaudited)	Q2 2007 (Unaudited)	Q1 2007 (Unaudited)
Revenue ('1000s of NOK)						
Desktop	23 209	23 147	19 293	17 343	15 582	14 839
Internet Devices	89 518	79 558	73 692	64 442	59 716	50 558
Total Revenue	112 727	102 705	92 985	81 785	75 298	65 397
Revenue (% Growth)						
Desktop	0 %	20 %	11 %	11 %	5 %	15 %
Internet Devices	13 %	8 %	14 %	8 %	18 %	6 %
Total Revenue	10 %	10 %	14 %	9 %	15 %	8 %
Revenue (% of Total Revenue)						
Desktop	21 %	23 %	21 %	21 %	21 %	23 %
Internet Devices	79 %	77 %	79 %	79 %	79 %	77 %
EBIT	17 590	9 649	9 360	8 015	2 492	-8 981
EBIT, excluding stock option costs	18 999	13 627	10 426	10 290	5 927	-7 387
EBITDA	19 413	11 612	11 095	9 674	4 013	-7 400
EBITDA, excluding stock option costs	20 822	15 590	12 161	11 950	7 448	-5 806
EPS	0,147	0,065	0,120	0,039	0,019	(0,068)
EPS, Fully Diluted	0,146	0,065	0,118	0,037	0,017	(0,068)

DISCLOSURE
(In thousands of NOK)
(Unaudited)

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".) In 1H 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 half year ended June 30, 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 financial statements. 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 Presentation of
Financial Statements 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 includes changes relating to acquiring a controlling interest, but a majority stake only; accounting for changes in stake; and accounting for the price paid. 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.

Amendments to IFRS 1 First-time adoption of IFRSs 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.

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

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 the 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 Interpretation 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 Interpretation 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

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 December 31st, 2007. The same accounting principles as in the annual report for 2007 are used in the financial statement.

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 of 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 accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

NOTE 5: CONTINGENT LIABILITIES - CHANGES IN CONTINGENT LIBILITIES
There is no new issues other than those noted in the FY 2007 Financial Statements.

NOTE 6: UNUSUAL TRANSACTIONS
Opera Software ASA noted no unusual transactions during the reporting period.

NOTE 7: SUBSEQUENT EVENTS
No subsequent events after the reporting date have occurred that are necessary to be included in the enclosed consolidated condensed financial statements.

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

DISCLOSURE

(In thousands of NOK, except per share amounts)

NOTE 8: BASIC EARNING PER SHARE

Basic earning per share	Q2 2008 (Unaudited)	Q2 2007 (Unaudited)	1H 2008 (Unaudited)	1H 2007 (Unaudited)
Earnings Per Share	0,147	0,019	0,213	(0,049)
Earnings Per Share, Fully Diluted	0,146	0,017	0,213	(0,049)
Shares used in per share calculation (mm)	119 542 246	117 428 246	119 542 246	117 428 246
Shares used in per share calculation, Fully Diluted (mm)	119 817 509	127 302 246	119 262 067	127 302 246
Number of Employees	529	391	529	391

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 114 589K as of June 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 18.65 in Q2 and 18.2 in 1H 2008.

Number of fully diluted shares calculation	Q2 2008 (Unaudited)	1H 2008 (Unaudited)
Net result	**17 666 910**	**25 452 965**
Time average of outstanding shares 1)	**119 817 509**	**119 262 067**
Earnings pr. share	**0,147**	**0,213**
Equity diluted earnings per share	**0,146**	**0,213**

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)	Q2 2008	1H 2008
Calculation of average number of shares		
Number of shares outstanding as of January 1	119 542 246	119 542 246
Share issue 8 March (298 days)		26 564
Own shares 36,0000 on 12 March (294 days)		(28 997)
Own shares 300,0000 on 14 March (292 days)		(240 000)
Own shares 200,000 on 17 March (289 days)		(158 356)
Own shares 196,000 on 18 March (288 days)		(154 652)
Own shares 1,000 on 1 April (276 days)	(756)	(756)
Own shares 19,000 on 8 April (269 days)	(14 003)	(14 003)
Own shares 98,000 on 15 April (262 days)	(70 345)	(70 345)
Own shares 13,124 on 10 June (184 days)	(6 616)	(6 616)
Sales of own shares 761.072 on 18 June (176 days)	366 983	366 983
Average number of shares	119 817 509	119 262 067
The following equity instruments has diluting effect		
Options	7 884 602	6 886 992
Warrants	0	0
Total	7 884 602	6 886 992
Options and warrants	7 884 602	6 886 992
Number of bought shares (NOK 114 589K/18.65/18.2)	6 144 174	6 296 090
Number of shares with diluting effect	1 740 428	590 902
Expected options to be exercised	1 479 364	502 267