

OPERA 3Q 2009

OPERA SOFTWARE ASA – THIRD QUARTER 2009

Opera delivered revenues of MNOK 134.8 in 3Q09, up 8% versus 3Q08, and EBIT of MNOK -4.6

Highlights

Revenue was MNOK 134.8 in 3Q09, up from MNOK 124.7 in 3Q08, an increase of 8%. EBIT was MNOK -4.6 in 3Q09 compared to MNOK 22.7 in 3Q08. EBITDA in 3Q09 was MNOK -0.6, and EBITDA, excluding stock options costs, was MNOK 2.1.

Operators and mobile and Device OEMs

- Revenue from Internet Devices fell to MNOK 92.0 in 3Q09 compared to MNOK 96.7 in 3Q08, a decrease of 5%, due to lower development revenues from our customers.
- Opera announced that AT&T is the leading North American wireless operator that was announced through the agreement with Motricity
- Creative selected Opera Devices SDK 9.7 to bring full Web browsing and application environment to new devices
- A leading mobile handset manufacturer chose Opera Mobile for a range of mobile handsets, covering multiple operating platforms
- 55 new mobile phones with Opera preinstalled were announced in the quarter, including 25 for Opera Mobile and 30 for Opera Mini
- The number of mobile phones shipped with Opera Mobile preinstalled was 4.5 million in 3Q09

Consumers

- Revenues from Desktop increased 53% in 3Q09 compared to 3Q08, as Opera continues to grow its global user base and market share
- Growth in global usage of the Opera branded version of Opera Mini continued. In September, 35.6 million unique users worldwide used Opera Mini to browse the Web; this represents a 150% increase in unique active users compared to September 2008, when active users were 14.2 million
- In September, Opera introduced the final version of Opera 10 for PCs, featuring Opera Turbo, an upgraded user interface and improved usability.
- The Russian mobile carrier MegaFon selected the Opera-branded version of Opera Mini to deliver the Web to its subscribers in Moscow.

Financials

Revenues

Revenue in 3Q09 was MNOK 134.8, up 8% from 3Q08, when revenue was MNOK 124.7. Revenue growth in the quarter was driven by growth in revenues from Desktop and Operators.

Compared to 3Q08, revenue from Internet Devices fell due to lower development revenues from our customers.

Operating costs

Total operating costs for 3Q09 were MNOK 139.4 compared to MNOK 102.0 in 3Q08, an increase of 37%.

Payroll and related expenses

Total payroll and related expenses, excluding stock option costs, were MNOK 96.1 in 3Q09 compared to

MNOK 73.2 in 3Q08, an increase of 31%. This increase was due primarily to higher headcount in engineering and sales and marketing globally, in line with Opera's headcount growth plan.

Stock option costs

Total stock option costs for 3Q09 were MNOK 2.7 compared to MNOK 1.1 in 3Q08.

Other operating expenses

Other operating expenses in 3Q09 were MNOK 36.6 compared to MNOK 25.6 in 3Q08, an increase of 43%.

EBIT

EBIT was MNOK -4.6 in 3Q09 compared to MNOK 22.7 in 3Q08. EBIT, excluding stock option costs, was MNOK -1.9 in 3Q09 versus MNOK 23.8 in 3Q08. EBITDA in 3Q09 was MNOK -0.6 compared with MNOK 24.8 in 3Q08. EBITDA, excluding stock options costs, was MNOK 2.1 compared with MNOK 25.9 in 3Q08.

Interest income and FX gains/(losses)

Net interest income was MNOK 2.0 in 3Q09 versus MNOK 6.4 in 3Q08. Opera had a net foreign exchange loss of MNOK 13.8 in 3Q09 compared to a gain of MNOK 17.6 in 3Q08.

Profit for the period

Profit for the period was MNOK -12.0 in 3Q09 compared to MNOK 33.3 in 3Q08. EPS and fully diluted EPS were -0.10 and -0.10, respectively, in 3Q09, compared to 0.28 and 0.28, respectively, in 3Q08.

Liquidity and capital resources

The Company's net cash flow from operating activities was MNOK 47.4 in 3Q09 compared to MNOK 44.2 in 3Q08.

Cash

Cash and cash equivalents at the end of 3Q09 were MNOK 580.5, compared to MNOK 508.7 in 3Q08, an increase of MNOK 71.8.

Organization

At the end of 3Q09, the Company had 760 full-time employees and equivalents compared to 579 at the end of 3Q08.

Revenue overview

Opera's corporate mission is to provide the best Internet experience on any device. The Company continues to deliver on its mission in 2009, with Opera powering the Internet on not only a growing range of mobile phones, but also 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.

OPERA SOFTWARE ASA – THIRD QUARTER 2009

Opera delivered revenues of MNOK 134.8 in 3Q09, up 8% versus 3Q08, and EBIT of MNOK -4.6

Internet Devices

Description

Internet Devices includes revenue from both mobile phones and other Internet-connected devices, such as game consoles, IP TV set-top boxes, and portable media players. Internet Devices also includes Opera Mini revenue from mobile operators such as T-Mobile International as well as revenue generated from the Opera-branded Opera Mini product.

Update

Revenue from Internet Devices fell to MNOK 92.0 in 3Q09 compared to MNOK 96.7 in 3Q08, a decrease of 5%, due to lower development revenues from our customers.

Operators and Mobile OEMs

As many operators around the world face increasing downward pressure on average voice revenue per user, they are seeking new sources of revenue through data services. Over the past two years in particular, as a result of Opera Mini's success with operators and consumers, as well as the launch of compelling high-end smartphone devices that have showcased the potential of Web browsing and applications on mobile phones, operators around the globe are more focused than ever on the potential of Web browsing and Web applications to drive data traffic and revenue.

Global mobile OEMs have also begun to respond aggressively to operator demands for compelling devices which drive data services adoption. As a result, more than ever before, mobile OEMs are highly focused on providing operators and their subscribers with compelling browsing solutions on their devices – i.e., full HTML browsers that enable browsing of the full Web and access to rich Web applications. This has resulted in higher demand for Opera's mobile browser solutions.

Operators

Opera currently offers three main operator-branded hosted solutions to operators: Opera Mini, Opera Turbo and Opera Widgets. Opera Mini is a hosted solution for mass-market phones, offering server-side content compression and fast Internet download speeds. This same server-side content compression technology is now also offered for Opera Mobile and Opera Desktop, which are packaged for distribution to Operators and OEMs as Opera Turbo. Opera Mini, as well as both Opera Mobile and Opera Desktop with Turbo mode, offer up to 90% content compression, all increasing an Operator's implied throughput capacity of their mobile networks.

Opera Widgets enables operators to offer Web applications (widgets) both preinstalled via a mobile OEM and downloadable from an operator-branded storefront. These widgets can sit on the front screen of the mobile device, thereby driving data and transaction

revenue (paid applications, subscriptions or advertising) for operators.

Opera's revenue sources from these hosted solutions include license fees, active-user fees, delivery services, hosting services and maintenance and support.

In addition, some operators, such as KDDI and Willcom, purchase Opera Mobile directly from Opera, as opposed to sourcing Opera Mobile indirectly via the mobile OEMs.

Opera currently has 9 comprehensive licensing agreements for the operator-branded version of Opera Mini, including T-Mobile International (in 9 of 11 European subsidiaries), Vodafone, SK Telecom, TATA Teleservices (India), O2 (Germany and Slovakia), Swisscom, Cell One (Namibia) debitel Germany and Motricity for AT&T. In addition, Opera has agreements with Vodafone, T-Mobile International and KDDI with regard to Opera Widgets, and an agreement with Vodafone with regard to Opera Mobile with Turbo.

Opera announced that AT&T is the leading North American wireless operator that was announced through the agreement with Motricity. The new phones come pre-loaded with the Opera Mini browser and the att.net service, combining the best of full HTML browsing with unique features for personalizing favorite bookmarks and local searches. By enabling Web browsing and Web applications, AT&T can drive additional data traffic and increase ARPU from their subscribers.

Mobile OEMs

Opera currently offers Opera Mobile to mobile OEMs, with widgets and Turbo capabilities as optional pre-installations. Opera Mobile offers mobile OEMs, and ultimately operator subscribers, a desktop-capable browser on a mobile device, enabling the use of rich Web applications.

Opera currently has license agreements with a wide range of mobile OEMs, including, HTC, HP, Motorola, Samsung, Sharp and Sony Ericsson.

In the quarter, Opera announced that a new, leading, global original equipment manufacturer chose Opera Mobile for a range of mobile handsets, covering multiple operating systems.

During 3Q09, Opera announced 25 new phones with Opera Mobile preinstalled.

Consumer Electronic Device OEMs

As device manufacturers seek to accelerate time to market with compelling devices, as well as enhancing their relationships with and providing compelling applications and services to their end customers, they are increasingly developing Internet-connected devices. With the Opera Devices SDK, device manufacturers are able to use their own (and third-party) developers to create user interfaces and menu

OPERA SOFTWARE ASA – THIRD QUARTER 2009

Opera delivered revenues of MNOK 134.8 in 3Q09, up 8% versus 3Q08, and EBIT of MNOK -4.6

systems using Web technology, such as HTML and CSS, quickly and easily. Moreover, Opera's SDK enables device manufacturers to offer not only Web-browsing capabilities and full access to the Internet to their operator and consumer end customers, but also customized Web applications or widgets which are accessible from the home screen of the device.

Opera currently has license agreements with a wide range of consumer electronic device OEMs, including ARCHOS, Nintendo, Philips, Sony and Thales.

Opera Software announced that the Opera Devices SDK 9.7 has been selected by ZiiLABS, a wholly owned subsidiary of Creative Technology Ltd., to bring full Web browsing and a Web application environment to its new developer platform, the handheld Zii EGG StemCell Computer. Currently, a fully integrated version of the Opera browser is offered by ZiiLABS for Devices on their ZMS-05 applications processor.

In September, Opera introduced Opera Devices SDK 10, a complete Web technology-based toolkit for bringing the Web and widgets to TVs and other connected devices. New features include hardware acceleration, extended support for silicon platforms, improved UI, easier on-screen navigation, and improved standards compliance.

Mobile Consumers

Historically, Internet access has been relegated primarily to desktop computers compared to mobile devices due to several factors, namely, the lack of full HTML browsers on mass-market mobile phones, the dearth of compelling content from WAP, and slow download speeds.

Yet, while less than 25% of the world's population has access to a desktop computer, more than 60% of the world population, or about 4.5 billion people, have a mobile phone.

In 2006, Opera launched its Opera Mini browser globally, with the mission of putting the full Internet in every pocket. Opera Mini works on the majority of mobile phones in the market, delivers the full Internet (WAP browsers only bring a small subsection of Internet content), and, through its client-server and compression technology, renders the full Internet up to nine times faster than a normal browser.

In September 2009 35.6 million unique active users worldwide browsed the Web using Opera Mini, viewing 15.0 billion Web pages. As of September 30, 2009, since launch, more than 151 billion Web pages have been viewed on Opera Mini.

Opera generates revenue for the Opera-branded version of Opera Mini through mainly content partnerships, including search. Opera has Google as the default search partner for Opera Mini in all countries except Russia and the Commonwealth of Independent States where it has Yandex as the default search engine. In addition, Opera has content partnerships with companies such as Greystripe and Livescore to drive additional revenue and ARPU.

Although Opera expects search to provide the 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. This includes working directly with operators, where Opera shares in data revenues generated from operator subscribers which use the Opera branded Opera Mini product

One of the first such agreements is with the Russian mobile carrier MegaFon. With Opera Mini for MegaFon, subscribers in Moscow can activate the new "Unlimited Internet with Opera Mini" service package. The package allows users to transmit and receive an unlimited amount of data on their phones.

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 and other third parties. Opera has such distribution deals with Nokia, Sony Ericsson, Sagem, Spice Mobile, Meridian Mobile and Micromax.

Desktop

Description

Since the first public release in 1995, Opera has continuously delivered browser innovation for desktop PCs. Opera's desktop browser provides its users with a safe, efficient and enjoyable browsing experience.

Today, the desktop browser is more strategically important than ever, as the world moves rapidly towards the clear dominance of Web applications over device-centric computing. This trend is no more pronounced than with social networking, where Facebook, for example, has more than 250 million users alone.

Update

Revenue from Desktop rose 53% in 3Q09 to MNOK 42.8, compared to MNOK 28.0 in 3Q08, with users up approximately 24% since the end of 2008 and up approximately 45% vs. 3Q08.

On September 1, Opera Software unveiled the final version of Opera 10. In a world of ordinary Web browsers, Opera 10 stands out from the crowd with innovative new features wrapped in an elegant, fresh interface. Key features include: Opera Turbo, an upgraded user interface and improved usability. In addition, Opera introduced automatic updates, a spell-checker, an improved e-mail client, web developer tools and overall improved performance.

Outlook

Opera remains positive about the Company's 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

OPERA SOFTWARE ASA – THIRD QUARTER 2009

Opera delivered revenues of MNOK 134.8 in 3Q09, up 8% versus 3Q08, and EBIT of MNOK -4.6

and mobile OEMs for Opera's solutions. Opera also sees accelerating interest among consumer electronic 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 "megatrends" 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, as usage expands and as revenue and business models evolve further in the mobile Internet space.

The Company also sees positive growth prospects from its Desktop product, particularly as a result of user growth in the emerging markets.

Opera's key operational priorities in FY2009 include continuing to (i) focus and invest in an aggressive manner in the Consumer area (Desktop, Opera-branded Opera Mini), (ii) accelerate momentum among mobile phone operators worldwide, (iii) increase Opera's position with top mobile phone OEMs globally, (iv) build on the momentum Opera has with major consumer electronic OEMs, and (v) capitalize on its unique cross-platform position and offer content-related services to its users, leveraging the fact that its browsers run on a wide and disparate array of devices.

For more information regarding the outlook, please refer to Opera's 3Q09 presentation.

Oslo, November 13, 2009
The Board of Directors
Opera Software ASA

William J. Raduchel
Chairman
(sign.)

Jon S. von Tetzchner
CEO
(sign.)

This report and the description of Opera's business and financials should be read in conjunction with the presentation given by the company of its quarterly numbers, a webcast of which can be found at www.opera.com.



CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Numbers in KNOK, except per share amounts)

| STATEMENT OF COMPREHENSIVE INCOME | Q3 2009 (Unaudited) | Q3 2008 (Unaudited) | % Change | YTD 2009 (Unaudited) | YTD 2008 (Unaudited) | % Change | FY 2008 (Audited) |
|---|------------------------|------------------------|------------|-------------------------|-------------------------|------------|----------------------|
| Desktop | 42,775 | 28,027 | 53% | 134,543 | 74,383 | 81% | 116,299 |
| Internet Devices | 91,986 | 96,696 | -5% | 335,626 | 265,772 | 26% | 380,807 |
| Total revenue | 134,761 | 124,723 | 8% | 470,169 | 340,155 | 38% | 497,106 |
| Payroll and related expenses, excluding stock option costs | 96,127 | 73,240 | 31% | 297,017 | 208,489 | 42% | 296,493 |
| Stock option costs | 2,695 | 1,100 | 145% | 10,191 | 6,487 | 57% | 8,814 |
| Depreciation and amortization | 4,011 | 2,058 | 95% | 9,965 | 5,844 | 71% | 8,305 |
| Other operating expenses | 36,552 | 25,633 | 43% | 103,368 | 69,404 | 49% | 102,616 |
| Total expenses | 139,386 | 102,031 | 37% | 420,541 | 290,224 | 45% | 416,227 |
| Earnings before interest and taxes ("EBIT") | (4,625) | 22,692 | | 49,628 | 49,931 | | 80,878 |
| Interest income/expense, net | 1,968 | 6,434 | | 7,783 | 17,502 | | 24,035 |
| FX gains/losses, net (negative amount = losses) | (13,839) | 17,582 | | (19,879) | 14,640 | | 24,873 |
| Earnings before taxes ("EBT") | (16,495) | 46,708 | | 37,533 | 82,073 | | 129,786 |
| Provision for taxes | 4,502 | (13,396) | | (10,630) | (23,308) | | (42,082) |
| Profit for the period | (11,993) | 33,312 | | 26,903 | 58,765 | | 87,704 |
| Foreign currency translation differences for foreign operations | (761) | 59 | | (2,146) | 1,569 | | 2,626 |
| Total comprehensive income for the period | (12,753) | 33,371 | | 24,757 | 60,334 | | 90,330 |
| Earnings per share | -0.101 | 0.279 | | 0.227 | 0.486 | | 0.731 |
| Earnings per share, fully diluted | -0.101 | 0.277 | | 0.222 | 0.483 | | 0.727 |
| Shares used in per share calculation (mm) | 118,968,458 | 119,323,213 | | 118,580,095 | 120,796,552 | | 119,912,452 |
| Shares used in per share calculation, fully diluted (mm) | 118,968,458 | 120,335,371 | | 121,364,056 | 121,666,456 | | 120,619,690 |
| Number of employees | 760 | 579 | | 760 | 579 | | 627 |

*The 3Q09 provision for taxes is based on an estimated tax rate for the Group.

**The FY2008 provision for taxes and EPS numbers are adjusted to match the final numbers in the FY2008 Annual Report.



CONSOLIDATED FINANCIAL POSITION
(Numbers in KNOK)

| FINANCIAL POSITION | 09/30/2009 (Unaudited) | FY 2008 (Audited) |
|---|----------------------------------|-----------------------------|
| Goodwill | 16,416 | 3,143 |
| Other intangible assets | 1,234 | 1,234 |
| Office machinery, equipment etc., net | 36,384 | 26,928 |
| Deferred tax assets | 31,358 | 18,336 |
| Other investments and deposits | 17,171 | 5,470 |
| Accounts receivable | 71,538 | 120,858 |
| Unbilled revenue | 56,044 | 51,806 |
| Other receivables | 16,957 | 11,971 |
| Cash and cash equivalents | 580,534 | 563,548 |
| Total assets | 827,636 | 803,295 |
| Share capital | 2,391 | 2,392 |
| Own shares | (11) | (42) |
| Share premium reserve | 457,089 | 457,212 |
| Other reserves | 39,689 | 30,375 |
| Retained earnings/other equity | 101,882 | 108,276 |
| Total equity | 601,041 | 598,214 |
| Accounts payable | 10,656 | 16,194 |
| Taxes payable | 32,590 | 34,487 |
| Social security, VAT and other taxation payable | 17,738 | 18,461 |
| Deferred revenue | 107,244 | 56,016 |
| Other short-term liabilities, including derivatives | 58,366 | 79,923 |
| Total liabilities | 226,595 | 205,081 |
| Total liabilities and equity | 827,636 | 803,295 |

* The FY2008 numbers are as reported in the FY2008 Annual Report.



CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(Numbers in KNOK)

| STATEMENT OF CHANGES IN EQUITY | Q3 2009 (Unaudited) | Q3 2008 (Unaudited) | YTD 2009 (Unaudited) | YTD 2008 (Unaudited) |
|--------------------------------|------------------------|------------------------|-------------------------|-------------------------|
| Opening balance | 657,205 | 559,968 | 598,214 | 532,168 |
| Profit for the period | (11,993) | 33,312 | 26,903 | 58,765 |
| Equity share issue | 0 | (10) | 0 | (10) |
| Options | 3,664 | 1,836 | 10,085 | 6,165 |
| Own shares | 353 | (24,274) | 18,472 | (27,556) |
| Other | (48,188) | 336 | (52,634) | 1,637 |
| Closing balance | 601,041 | 571,168 | 601,041 | 571,168 |



CONSOLIDATED STATEMENT OF CASH FLOW

(Numbers in KNOK)

| STATEMENT OF CASH FLOW | Q3 2009 | Q3 2008 | YTD 2009 | YTD 2008 |
|--|-----------------|-----------------|-----------------|-----------------|
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Cash flow from operating activities | | | | |
| Profit/loss before taxes | (16,495) | 46,708 | 37,533 | 82,073 |
| Taxes paid | (13,116) | (2,343) | (28,856) | (8,308) |
| Depreciation expense | 4,011 | 2,058 | 9,965 | 5,844 |
| Impairment of shares | 0 | 0 | 0 | 0 |
| Changes in accounts receivable *) | 83,831 | (14,018) | 43,479 | (29,245) |
| Changes in accounts payable | (2,051) | (2,010) | (8,390) | (1,721) |
| Changes in other liabilities, net | (13,128) | 11,455 | 12,057 | 25,218 |
| Share-based remuneration | 3,664 | 1,833 | 10,085 | 6,149 |
| Conversion discrepancy | 646 | 554 | 1,989 | 588 |
| Net cash flow from operating activities | 47,362 | 44,237 | 77,862 | 80,598 |
| Cash flow from investment activities | | | | |
| Acquisition of tangible fixed assets | (6,465) | (3,871) | (20,567) | (11,418) |
| Acquisition of shares | (376) | 0 | (11,707) | 0 |
| Net cash flow from investment activities | (6,841) | (3,871) | (32,274) | (11,418) |
| Cash flow from financing activities | | | | |
| Proceeds from exercise of stock options | 878 | 1,168 | 18,997 | 10,411 |
| Proceeds of share issues, net | 0 | 0 | 0 | 0 |
| Dividends paid | (47,599) | 0 | (47,599) | 0 |
| Purchase of own shares | 0 | (25,452) | 0 | (37,661) |
| Net cash flow from financing activities | (46,721) | (24,284) | (28,602) | (27,250) |
| Net change in cash and cash equivalents** | (6,200) | 16,082 | 16,986 | 41,930 |
| Cash and cash equivalents **) | 586,734 | 492,661 | 563,548 | 466,813 |
| Cash and cash equivalents | 580,534 | 508,743 | 580,534 | 508,743 |

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

**) Cash and cash equivalents of KNOK 34,829 are restricted assets as of September 30, 2009, and Cash and cash equivalents of KNOK 187,479 are restricted assets as of September 30, 2008.

**) As of September 30, 2009, the conversion discrepancy loss booked on Cash and cash equivalents was KNOK 12,437.

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



DISCLOSURE

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, Zizzer AS, Opera Software Poland Sp. z o.o and Opera Software International AS (which, in turn, includes Opera Software Korea Ltd, Opera Software Technology (Beijing) Co., Ltd and Opera Web Technologies Private Ltd (India), together referred to as the "Group"). As of September 30, 2009, Opera Software International AS had branch offices in Japan, USA, Poland, Czech Republic, China and Taiwan and had full control of the limited company Beijing Yuege Software Technology Service Co., Ltd.

NOTE 2: STATEMENT OF COMPLIANCE

The consolidated financial statements have been prepared in accordance with IAS 34: Interim Financial Reporting. These condensed consolidated interim financial statements are unaudited. 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 31, 2008.

NOTE 3: FINANCIAL STATEMENTS - ACCOUNTING POLICIES

The Group has used the same accounting policies and standards as in the consolidated financial statements of December 31, 2008, except as mentioned below. The consolidated financial statements of the Opera Group for 2008 were prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU and the Norwegian Accounting Act.

New standards, interpretations or amendments to published standards that were effective from July 1, 2009 that have significantly affected the consolidated financial statements for the third quarter 2009 are:

IFRIC 15 Agreements for the Construction of Real Estate. This amendment has no current impact on the consolidated financial statements since the company do not construct real estate.

New standards, interpretations or amendments to published standards that were effective from April 1, 2009 that have significantly affected the consolidated financial statements for the second quarter 2009 are:

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 July 1, 2009. The impact on the consolidated financial statements will depend on future business combination activity.

New standards, interpretations or amendments to published standards that were effective from January 1, 2009 that have significantly affected the consolidated financial statements for the first quarter 2009 are:

IFRS 8: Operating Segments. 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. Such information may be different from what is used to prepare the statements of income and financial position. The standard therefore requires explanations of the basis on which the segment information is prepared and reconciliations to the amounts recognized in the statements of income and financial position. IFRS 8 had minor effects on Opera Group's segment reporting for the first quarter 2009.

Revised IAS 1 Presentation of Financial Statements. IAS 1 replaces IAS 1 Presentation of Financial Statements (revised in 2003) as amended in 2005. IAS 1 sets overall requirements for the presentation of financial statements, guidelines for their structure and minimum requirements for their content. The amendments require Opera to present both a statement of change in equity and a statement of comprehensive income for the first quarter 2009 numbers.

The "statement of financial position" was formerly named "balance sheet" and the "consolidated statement of comprehensive income" was named "consolidated statement of income".

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 an accounting estimate is 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 LIABILITIES

There are no new issues other than those noted in the FY2008 Financial Statements.

NOTE 6: UNUSUAL TRANSACTIONS

Opera Software ASA noted no unusual transactions during the reporting period.



DISCLOSURE

(Numbers in KNOK, except per share amounts)

NOTE 7: BASIC EARNINGS PER SHARE

| Basic earnings per share | Q3 2009 | Q3 2008 | YTD 2009 | YTD 2008 |
|--|----------------|----------------|-----------------|-----------------|
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Earnings per share (basic) | (0.101) | 0.279 | 0.227 | 0.486 |
| Earnings per share, fully diluted | (0.101) | 0.277 | 0.222 | 0.483 |
| Shares used in per share calculation (mm) | 118,968,458 | 119,323,213 | 118,580,095 | 120,796,552 |
| Shares used in per share calculation, fully diluted (mm) | 118,968,458 | 120,335,371 | 121,364,056 | 121,666,456 |

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 diluted earnings per share. For this reason, there is no difference between earnings per share and diluted earnings per share for these periods.

The options have varying exercise prices and would, upon exercise, mean payment to the Company of KNOK 98,241 as of September 30, 2009. 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 NOK 27.98 for 3Q09 and NOK 25.52 YTD 2009. Opera has included options with a strike price below 23.60 when calculating the fully diluted number of shares outstanding. Total options used in the calculations are 7,124,836, of which 6,628,608 options are unvested and 496,228 are vested but not yet exercised.

| | Q3 2009 | YTD 2009 |
|--|----------------|-----------------|
| Average number of shares | 118,968,458 | 118,580,095 |
| The following equity instruments have a diluting effect: | | |
| Options | 7,124,836 | 7,124,836 |
| Total | 7,124,836 | 7,124,836 |
| Options | 7,124,836 | 7,124,836 |
| Number of shares purchased (KNOK 98,241/27.98/25.52) | 3,511,132 | 3,849,587 |
| Number of shares with diluting effect | 3,613,704 | 3,275,249 |
| Expected options to be exercised | 3,071,649 | 2,783,961 |



DISCLOSURE

(Numbers in KNOK)

NOTE 8: FINANCIAL INFORMATION

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

The majority of the financial risk carried by the Group, as a result of its subsidiaries, relates to foreign exchange fluctuations. Both sales and expenses are exposed to currency risk.

Most of the Company's foreign exchange risk relates to sales and is the result of revenue contracts signed in USD and EUR. In 3Q09, approximately 62% (YTD:63%) of revenues were in EUR and 37% (YTD:37%) in USD; for expenses, approximately 60% (YTD:59%) were in NOK, 9% (YTD:10%) in SEK, 9% (YTD:7%) in PLN, 8% (YTD:8%) in JPY, 6% (YTD:6%) in USD, 2% (YTD:4%) in EUR, and 6% (YTD:6%) in other currencies.

Foreign currency movements impacted Opera's 3Q09 income statement in the following way: Revenue would have been approximately MNOK 129 (lower by approximately 4%) using the 3Q08 constant currency FX rates and revenue would have been approximately MNOK 142 (higher by approximately 5%) using the 2Q09 constant currency FX rates. Costs would have been approximately MNOK 137 (lower by approximately 2%) using the 3Q08 constant currency FX rates and cost would have been approximately MNOK 140 (higher by approximately 0%) using the 2Q09 constant currency FX rates. The majority of the Company's purchases are made in the following denominations: NOK, EUR, SEK, PLN, USD, JPY, CZH, CNY, KRW, TWD and INR. Exchange rate fluctuations in these currencies do impact Opera's income statement.

For 3Q09, Opera had a foreign exchange loss of KNOK 13,839 (net of KNOK 4,102 in gain on foreign exchange forward contracts that Opera entered into for USD and EUR). KNOK 14,526 of the foreign exchange loss was realized and KNOK 687 was net unrealized foreign exchange gain. The unrealized disagio is estimated as the difference between the exchange rate at the closing date and date of the transaction.

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).

NOTE 10: PURCHASE OF SUBSIDIARY

Effective on May 1, 2Q09, Opera Software ASA bought all the shares in Mobic Solutions for GBP 1,175,863. The shares were capitalized with KNOK 11,568 in Opera Software ASA. The shares have been eliminated for group purposes and goodwill of KNOK 13,273 has been capitalized. Mobic Solutions has thereafter been renamed to Opera Software Poland Sp. z o.o

Before the purchase, Opera Software ASA contracted external consultants from Mobic LTD. These consultants have now been transferred to Opera Software Poland Sp. z o.o and the costs are now included in salary. The "net classification" impact of contracting vs. hiring the engineers on the statement of comprehensive income is therefore not significant for the Group.



DISCLOSURE

(Numbers in KNOK)

NOTE 11: OWN SHARES, SHARE CAPITAL, DIVIDENDS AND OPTIONS

At the Annual General Meeting on June 24, 2009, the Board of Directors obtained an authorization to buy back own shares with a maximum aggregated par value of up to NOK 239,149.00, which equals approximately 10 % of the share capital. The Company can never acquire its own shares if such acquisition would cause its holding of shares to exceed 10 % of the total number of shares in the Company. The purchase price per share shall be at a minimum NOK 0.02 and a maximum NOK 50. The shares can be used in connection with acquisitions and incentive schemes for employees and Board Members, cf. sections §§ 9-2 and 9-4 ff. of the Public Limited Companies Act. The Board of Directors may determine in which ways own shares are to be acquired and disposed of. This authority is to be valid until the date of the next Annual General Meeting, but in no event longer than June 30, 2010.

The Annual General Meeting also granted the Board of Directors the authority to increase the share capital of the Company by up to NOK 239,149, which equals approximately 10 % of the share capital, with the authority to waive the pre-emption rights of existing shareholders and to issue shares against contributions other than cash. The shares can be used in connection with acquisitions and incentive schemes for employees and Board Members. This authority is to be valid until the date of the next Annual General Meeting, but in no event longer than June 30, 2010.

The Annual General Meeting approved a distribution of dividends for 2008 in the amount of NOK 0.40 per share, consisting of NOK 0.15 as part of an intended ongoing distribution of dividends and of NOK 0.25 as a onetime distribution of dividends. As a result, a dividend of KNOK 47,599 was paid on July 6, 2009.

The Annual General Meeting approved the proposal from the Nomination Committee to change the exercise period of vested options from one to three years for new and current options held by the shareholder elected Directors of the Board. The option program for the Executive Team has also been changed accordingly. For all other employees, the exercise period of vested options has been increased from one to three years for options granted in FY2009.

The Annual General Meeting approved the proposal from the Nomination Committee to reduce the strike price for unvested options to shareholder elected Directors by the amount of any accumulated dividends. The option program for the Executive Team and employees of Company has also been changed accordingly.

The Annual General Meeting approved the proposal from the Nomination Committee that all granted options to the shareholder elected Directors of the Board shall be vested in the case of a Change of Control. The option program for the Executive Team and employees of Company has also been changed accordingly.

YTD Opera has purchased 0 own shares. During 1Q09 Opera sold 1,051,970 own shares for KNOK 13,040, during 2Q09 Opera sold 425,682 own shares for KNOK 5,079 and during 3Q09 Opera sold 61,680 own shares for KNOK 878.

For further details, please see the protocol from the Annual General Meeting published on the Oslo Stock Exchange website (www.oslobors.no).



DISCLOSURE

(Numbers in KNOK)

NOTE 12: SEGMENT INFORMATION

The Company has one product, the browser. This browser product is, in turn, modified for various devices depending on customer and market requirements. These derivative products all share the same core code base.

Opera's business activities are related to the sale of the browser.

Opera's chief operating decision-makers are members of the Executive Team. The Executive Team meets regularly to review significant revenues and costs for the period for the Group as a whole and to make decisions about how resources are to be allocated based on this information. Members of the Executive Team are specified in Note 3 of the FY2008 Annual Report.

Based on the above, Opera has considered that it has only one segment.

The geographic revenue breakdown reflects the location of Opera's customers and partners. Because the products of Opera's customers and partners are distributed on a global basis, the geographic breakdown below does not accurately reflect where Opera's derivative products are actually used.

| REVENUE | Q3 2009 | Q3 2008 | YTD 2009 | YTD 2008 |
|------------------|----------------|----------------|-----------------|-----------------|
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Desktop | 42,775 | 28,027 | 134,543 | 74,383 |
| Internet devices | 91,986 | 96,696 | 335,626 | 265,772 |
| Total | 134,761 | 124,723 | 470,169 | 340,155 |

| REVENUE BY REGION | Q3 2009 | Q3 2008 | YTD 2009 | YTD 2008 |
|--------------------------|----------------|----------------|-----------------|-----------------|
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| Europe | 33,665 | 34,657 | 111,235 | 104,489 |
| USA/ Canada | 44,284 | 33,287 | 143,494 | 92,535 |
| Asia | 56,812 | 56,780 | 215,439 | 143,131 |
| Total | 134,761 | 124,723 | 470,169 | 340,155 |

Internet Devices includes revenue from both mobile phones and other Internet-connected devices, such as game consoles, IP TV set-top boxes, and portable media players. Internet Devices also includes Opera Mini revenue from mobile operators such as T-Mobile International as well as revenue generated from the Opera-branded Opera Mini product.

Desktop revenue includes search and affiliate revenue generated through Opera's desktop browser product.



HISTORICAL SUMMARY: LAST 6 QUARTERS

(Numbers in KNOK, except per share amounts)

| HISTORICAL SUMMARY: LAST 6 QUARTERS | Q3 2009 | Q2 2009 | Q1 2009 | Q4 2008 | Q3 2008 | Q2 2008 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| <u>Revenue (KNOK)</u> | | | | | | |
| Desktop | 42,775 | 44,769 | 46,999 | 41,916 | 28,027 | 23,209 |
| Internet Devices | 91,986 | 127,680 | 115,961 | 115,035 | 96,696 | 89,518 |
| Total Revenue | 134,761 | 172,448 | 162,960 | 156,951 | 124,723 | 112,727 |
| <u>Revenue (% Growth)</u> | | | | | | |
| Desktop | -4% | -5% | 12% | 50% | 21% | 0% |
| Internet Devices | -28% | 10% | 1% | 19% | 8% | 13% |
| Total Revenue | -22% | 6% | 4% | 26% | 11% | 10% |
| <u>Revenue (% of Total Revenue)</u> | | | | | | |
| Desktop | 32% | 26% | 29% | 27% | 22% | 21% |
| Internet Devices | 68% | 74% | 71% | 73% | 78% | 79% |
| EBIT | (4,625) | 29,383 | 24,870 | 30,948 | 22,692 | 17,590 |
| EBIT, excluding stock option costs | (1,930) | 33,214 | 28,534 | 33,274 | 23,792 | 18,999 |
| EBITDA | (613) | 32,590 | 27,617 | 33,409 | 24,750 | 19,413 |
| EBITDA, excluding stock option costs | 2,082 | 36,421 | 31,281 | 35,735 | 25,850 | 20,822 |
| EPS | (0.101) | 0.187 | 0.139 | 0.262 | 0.279 | 0.147 |
| EPS, fully diluted | (0.101) | 0.182 | 0.137 | 0.261 | 0.277 | 0.146 |



NEW MODELS IN Q3 2009

| Opera Mini: | Opera Mini: | Opera Mobile: | Opera Mobile: |
|---|--|---|---|
| Samsung H1 Pinger SCH-B139 SCH-B189 SCH-B239 SCH-B259 SCH-F309 SCH-F519 SCH-S259 Propel 777 Mythic Flight | Pantech Reveal Impact Sonim XP3 Quest Sony Ericsson U10i Nexian C951 | HTC HD2 Imagio Leo Pure Tilt2 Samsung Armani/B7620 H1 Instinct HD T-Omnia II Sharp E05SH E06SH SH001 SOLOAR PHONE SH 002 Sportio water beat Sony Ericsson CyberShot S001 Walkman Phone Premier 3 Hitachi Mobile Hi-Vision CAM Wooo Wooo H001 | iida G9 PLY Motorola Karma QA1 Toshiba FullChen T001 Willcom Honey BEE 2 Casio CA001 G's One CA 002 |
| Huawei C2809 C2900 C2905 | | | |
| Spice C810 D-6666 M-940n S-6005 | | | |
| Nokia 2730 classic 3710 fold 6720 | | | |
| LG AD6335 Chocolate 2 16 | | | |
| | | | Opera Device: Orange Tabbee |