

## **Global IP Solutions Expects Significant Down Turn in Third Quarter**

San Francisco, CA – Global IP Solutions (GIPS) announced today that a shortfall in royalty revenue and contract delays will have an adverse impact on third-quarter financial results. Global IP Solutions currently expects to report revenues in the range of \$1.6 million - \$1.7 million, subject to finalizing third quarter results.

GIPS will present final third-quarter numbers on Tuesday November 6 at 8:30am (CET) in the Felix Konferansesenter, Aker Brygge, Oslo.

“We are severely disappointed with our expected third-quarter results,” said Ditlef de Vibe, Chairman and acting CEO of Global IP Solutions. “The Company does not believe the third-quarter is indicative of GIPS capabilities and has taken immediate steps to address its recent performance. GIPS’ market execution over the last two years has demonstrated the company’s ability to secure the leading VoIP providers because of our superior technology. Despite this, we do see a tougher market ahead for the next few quarters but we understand the challenges ahead and are addressing them aggressively.”