

OPENLIMIT HOLDING AG

SWITZERLAND / SOFTWARE / ELECTRONIC SIGNATURE

 Primary exchange: Frankfurt
 Bloomberg symbol: O5H GR
 ISIN: CH0022237009

NEWS FLASH

RATING:	Strong Buy
PRICE TARGET:	€5.00
RETURN POTENTIAL:	265.0%
RISK RATING:	High

MANAGEMENT CHANGES

On 6 October OPENLiMiT announced that Dr Thomas Hügi (42) will take over as CEO from Henry Dattler (63) as of 1 January 2009. Mr Dattler will continue to support management in an advisory role by retaining his position as Chairman of the Board, and remains a major shareholder alongside René C. Jäggi, who has been named Vice Chairman of the Board. We support Mr Dattler's decision to retire for age reasons from day-to-day operations and see the appointment of Dr Hügi as a positive step for OPENLiMiT given its stature as a technological market leader in the fast-growing electronic signature market. We maintain our Strong Buy rating and €5.00 price target.

Launch of middleware supports our 2009 revenue forecast We believe revenues in 2009 will be positively influenced by the market introduction in mid-2009 of OPENLiMiT's signature middleware solution. This product will allow the use of OPENLiMiT software in conjunction with various operating systems such as the Sun Solaris variant of Unix, Linux, Apple's OSX and Windows. It will also support eCard API standards and be able to handle various chip cards and chip card readers – a necessary requirement for diverse IT fields such as the European Citizen Card, electronic health card, electronic passport and electronic ID – thereby greatly increasing OPENLiMiT's target market.

Healthy demand for electronic archiving expected in 2009 Due to the increased security requirements of Germany's Federal Office for Information Security (BSI), many digitally archived documents in Germany require new electronic signatures. OPENLiMiT's software meets these requirements and can process entire archives in one step – and management expect 2009 to witness strong demand for electronic archiving.

Distribution partner news On 30 September OPENLiMiT's distribution partner, Scanpoint GmbH, announced an order from SAP, in which it will digitalise some one million travel receipts yearly, providing SAP with OPENLiMiT's legally binding electronic signature for archiving. We believe Scanpoint's SAP order will help to promote OPENLiMiT's technology further. OPENLiMiT's management continue to expect sales of €4.8m and EBIT of €1.7m for 2008.

FINANCIAL HISTORY & PROJECTIONS

	2005	2006	2007	2008E	2009E	2010E
Revenue (€m)	0.18	0.72	2.95	4.80	9.00	14.67
Y-o-y growth	na	302.6%	307.6%	62.6%	87.5%	63.0%
EBIT (€m)	-3.33	-0.25	0.51	1.71	5.33	9.24
EBIT margin	na	na	12.8%	28.0%	49.5%	63.0%
Net income (€m)	0.44	0.61	0.60	1.50	4.70	9.70
EPS (diluted) (€)	0.03	-0.07	0.06	0.10	0.30	0.62
P/E (x)	45.7	na	22.8	13.7	4.6	2.2
DPS (€)	0.00	0.00	0.00	0.00	0.00	0.00
Yield	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%

RISKS

Risks to our price target include but are not limited to: delay in large projects, erosion of the company's present competitive lead, further dilution of shareholders' interests and the failure of electronic signature applications to achieve widespread market acceptance.

COMPANY PROFILE

OPENLiMiT Holding AG develops and markets software applications for electronic signature, encryption and related fields. The company's internationally recognised Common Criteria-certified software products enhance the security, provability and efficiency of electronic transactions, workflow, communications and data. The company employed 41 full-time staff as of 30 June 2008.

TRADING DATA

Closing price (07.10.08)	€1.37
Shares outstanding	15.76m
Market capitalisation	€21.59m
52-week range	€1.22 / 2.50
Av. vol. (12 months)	16,293

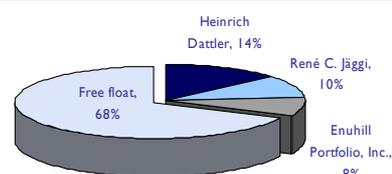
STOCK OVERVIEW



COMPANY DATA (as of 30 June 2008)

Liquid assets	CHF 1.74m
Current assets	CHF 2.92m
Intangible assets	CHF 3.09m
Total assets	CHF 6.20m
Current liabilities	CHF 0.29m
Shareholders' equity	CHF 5.91m

SHAREHOLDERS



**FIRST BERLIN RECOMMENDATION & PRICE TARGET HISTORY**

Report No.	Date of publication	Previous day closing price	Recommendation	Price target	Interim high	% change to high
Initial Report	10 October 2005	€4.20	Buy	€5.20	-	-
2...9	↓	↓	↓	↓	↓	↓
10	19 May 2008	€2.25	Buy	€5.00	€2.39	6.2%
11	20 August 2008	€1.78	Strong Buy	€5.00	€1.80	1.1%
12	25 August 2008	€1.72	Strong Buy	€5.00	€1.76	2.3%
13	Today	€1.37	Strong Buy	€5.00	-	-

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First Berlin's investment rating system is five tiered and includes an investment recommendation and a risk rating. Our recommendations, which are a function of our expectation of total return (forecast price appreciation and dividend yield) in the year specified, are as follows:

STRONG BUY: Expected return greater than 50% and a high level of confidence in management's financial guidance
BUY: Expected return greater than 25%
ADD: Expected return between 0% and 25%
REDUCE: Expected negative return between 0% and -15%
SELL: Expected negative return greater than -15%

Our risk ratings are Low, Medium, High and Speculative and are determined by ten factors: corporate governance, quality of earnings, management strength, balance sheet and financing risk, competitive position, standard of financial disclosure, regulatory and political uncertainty, company size, free float and other company specific risks. These risk factors are incorporated into our valuation models and are therefore reflected in our price targets. Our models are available upon request to First Berlin clients.

Up until 16 May 2008, First Berlin's investment rating system was three tiered and was a function of our expectation of return (forecast price appreciation and dividend yield) over the specified year. Our investment ratings were as follows: BUY: expected return greater than 15%; HOLD: expected return between 0% and 15%; and SELL: expected negative return.

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