

Digital Identification Solutions:

Cumulative Growth in Sales 40%, EBIT Increase of EUR 0.65 Million

Stuttgart / Germany, 20 November 2008 – The Digital Identification Solutions Group which is listed on the Frankfurt Stock Exchange (Entry Standard) has achieved the following consolidated unaudited results for the first three quarters of 2008:

EUR mn	Jan-Sep 2007	Jan-Sep 2008	Change in %
Sales	11.1	15.5	40%
Gross Profit	5.1	7.7	50%
EBIT	(0.4)	0.2	n/m
EBT	(0.4)	0.2	n/m
Order Book	3.3	2.1	-36%

The growth of the group was supported by all regions, particularly by the North American subsidiary. Organic growth was roughly 30% and thus clearly exceeds the group's medium-term target of more than 20%.

Gross Profit was held at approx. 50% due to the favorable product mix and positive exchange rates. Since personnel and other costs were in line with expectations, EBIT improved by approx. EUR 0.65 mn.

The individual business segments have contributed to the positive growth in the first nine months as follows:

EUR mn	Jan-Sep 2007	Jan-Sep 2008	Change in %
Hardware	3.7	4.3	15%
Consumables	6.5	9.0	38%
Software + Services	0.8	2.3	>100%

Highlights of the 3rd Quarter:

- The subsidiary in China finally received a full business license
- The Grand Opening of the subsidiary in Mexico took place
- A common Project Management Team was set up with vps
- NASA selected system-wide *ED/secure*® Personalization Systems
- The installed base increased to more than 8,400 Systems

Forecast:

The current economic turbulences have not caused substantial order delays yet. However, we expect gross margins to decline in Q4 2008 due to exchange rate movements, particularly the Japanese Yen.

At present the group expects full year sales of more than EUR 22 mn and a major increase in EBIT compared to 2007. However, the result will be significantly affected by volatile currencies and government projects.

Gerd Schaefer, CEO of Digital Identification Solutions, commenting on these results: „The development proves once more that the company pursues the right strategy and embraces the right business model.”

Digital Identification Solutions AG

The Managing Board

About Digital Identification Solutions

The Digital Identification Solutions Group is a global provider of advanced identification solutions with a worldwide installed base of more than 8,400 systems. In November 2008 the Group has successfully introduced to the world market the latest *EDIsecure*[®] X1D Retransfer Printer generation in combination with high secure laser engraving. The company has sales, marketing and support operations in Germany, the United Arab Emirates, Singapore, China, the United States and Mexico. Together with its vast network of certified partners, Digital Identification Solutions is in a position to deliver state-of-the-art solutions virtually anywhere in the world. The company combines cutting-edge technology, extensive industry know-how and an impressive array of references in the private and public sector.

For further information please visit www.digital-identification.com

Contact:

Sabrina Poessl

Corporate Communications

Digital Identification Solutions AG

Teckstrasse 52

73734 Esslingen

Germany

Phone: ++49 711-341 689-0

Fax: ++49 711-341 689-550

mail_ir@digital-identification.com