

Attention Business/Financial Editors:
Homeserve Reports Third Quarter Results

TORONTO, Dec. 22 /CNW/ - Homeserve Technologies Inc. today reported a net loss of \$1.3 million (\$0.33) per common share, after preferred share dividends on revenues of \$1.6 million for the third quarter ended November 30, 2008, compared to net income of \$0.9 million (\$0.02) loss per common share, after preferred share dividends on revenues of \$1.4 million for the same period of the last fiscal year. The \$2.2 million quarter-over-quarter decrease in net income was primarily attributed to a decrease in investment income as result of the gains arising on the sale of a number of the Company's investments in the third quarter of fiscal 2008.

<<

(\$ thousands, except per share amounts)	Three Months Ended		Nine Months Ended	
	November 30 2008	November 30 2007	November 30 2008	November 30 2007
Revenue	1,577	1,393	10,158	9,632
Cost of sales	72	61	278	129
Gross margin	1,505	1,332	9,880	9,503
Operating costs - selling, general and administrative	1,450	1,421	4,184	4,616
Operating costs - amortization	1,543	1,490	4,517	4,511
Net income (loss) from operations	(1,488)	(1,579)	1,046	376
Investment income	144	219	367	955
Gain on sale of investments	-	2,225	-	2,225
Net income (loss) for the period	(1,344)	865	1,413	3,556
Preferred share dividends	(981)	(984)	(2,965)	(2,972)
Basic and diluted earnings (loss) to common shareholders	(2,325)	(119)	(1,552)	584
Basic and diluted earnings (loss) per common share	(0.33)	(0.02)	(0.22)	0.08

Calculation of Earnings per share

A summary of the components of the Company's diluted earnings per share is as follows:

(\$ thousands, except number of shares and per share amounts)	Three Months Ended		Nine Months Ended	
	November 30 2008	November 30 2007	November 30 2008	November 30 2007
Net income (loss)	(1,344)	865	1,413	3,556
Preferred share dividends	(981)	(984)	(2,965)	(2,972)
Net income (loss) available to common shareholders	(2,325)	(119)	(1,552)	584
Weighted average outstanding common shares	6,944	6,944	6,944	6,944

Common shares and common share equivalents	6,944	6,944	6,944	6,944

Basic and diluted income (loss) per common share	(0.33)	(0.02)	(0.22)	(0.08)

>>

Outlook

With the slowdown in the North American economy, management anticipates that the underlying clients of the Company's ICON licensee may reduce their relocation activities in the future, resulting in a corresponding decrease in the licensing fees earned by the Company. Similarly, with the slowdown in the Canadian economy and declining home sales, future Aeromove(TM) transaction volumes and revenue may be negatively impacted.

While markets for software remain uncertain, the real estate home sales market and economy in general are declining, we are cautiously optimistic that the sustainable stable cash flows from the ICON acquisition combined with licensing opportunities from the Company's CRM software and move services program model, will position the Company well for the future growth.

About Homeserve

Homeserve is a Canadian based software development and services company focused on home-related services for the real estate, relocation and banking industries. Homeserve provides a one-stop shopping service for home buyers and sellers, offering real-estate related products and services throughout the customer's purchasing and selling cycle, coordinated by a proprietary CRM software system and contact centre.

Forward - Looking Statements

This press release contains forward-looking information, including "forward-looking statements". The words "will", "intends", "expected" and other expressions which are predictions of or indicate future events and trends and which do not relate to historical matters identify forward looking statements. Reliance should not be placed on forward-looking statements because they involve known and unknown risks, uncertainties and other factors, which may cause Homeserve's performance to differ materially from the description of the investment expressed or implied by such forward-looking statements. Although Homeserve believes that the anticipated future results, performance or achievements expressed or implied by the forward-looking statements and information are based upon reasonable assumptions and expectations, the reader should not place undue reliance on forward-looking statements and information because they involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to differ materially from anticipated future results, performance or achievement expressed or implied by such forward-looking statements and information. Factors that could cause actual results to differ materially from those contemplated or implied by forward-looking statements include general economic conditions; interest rate changes; availability of equity and debt financing; and other risks and factors described from time to time in the documents filed by the Company with the securities regulators in Canada including in the Annual Information Form under the heading "Risk Factors." The Company undertakes no obligation to publicly update or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise.

Additional Information

Detailed financial information and Management's Discussion and Analysis

of Results and Financial Condition as at and for the quarter ended November 30, 2008 is posted on Homeserve's website (under Investor Relations, Financial Information) at www.homeserve.ca and should be read in conjunction with this press release and is also available on SEDAR's website at www.sedar.com.

%SEDAR: 00004370E

/For further information: Hugh Mansfield, Mansfield Communications Inc., (416) 599-0024 or [Hugh\(at\)mcipr.com](mailto:Hugh(at)mcipr.com)/

CO: Homeserve Technologies Inc.

CNW 08:54e 22-DEC-08