



NEWS

For Immediate Release

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ONLINE RESOURCES TO ACQUIRE INTERNET TRANSACTION SOLUTIONS

Biller Service Provider Augments eCommerce Distribution Channel and Payments Network

CHANTILLY, Va., July 26, 2007 – Online Resources Corporation (Nasdaq: ORCC), a leading provider of web-based financial services, today announced a definitive agreement to acquire Internet Transaction Solutions, Inc. (ITS), for \$45 million in stock and cash. Based in Columbus, Ohio, ITS is the leading biller service provider (BSP) to receivables management companies and utilities.

Recently cited as one of the nation's fastest growing companies by *Inc. Magazine* and Deloitte, ITS has over 150 clients and processes more than 5 million payments per year. The company is a leading provider of web, IVR and call center payments to the receivables management and utility industries. The ITS acquisition extends Online Resources' commitment to the BSP business it entered through the acquisition of Princeton eCom in 2006.

Online Resources brings ITS clients its award winning web-based collections service and patented online debit capabilities. ITS clients, including 12 out of the top 20 consumer receivables management companies and four major blue-chip utilities, will become part of Online Resources' extensive bank and biller payment origination and settlement network. In addition to its client base, ITS brings Online Resources its patent pending enrollment capabilities, which supports one of the highest consumer adoption rates in the BSP industry.

"It would be hard to find a better match for our eCommerce division," stated Matthew P. Lawlor, chairman and chief executive officer of Online Resources. "As the pre-eminent billpay provider to the consumer accounts receivable industry, ITS provides a complementary distribution channel for our collections and pin-less debit capabilities. We are also excited about possibilities to expand our utility biller services, and look forward to working with ITS' first class organization."

ITS chief executive officer Kent D. Stuckey stated, "Online Resources' strategic e-commerce goals mirror those of ITS in serving our biller clients with the most comprehensive suite of high quality payments services. The ITS management team and I are thrilled to begin this strategic integration, which will deliver significant product and scale benefits to our combined clients and partners."

Financial Highlights and Business Outlook

Online Resources expects that ITS will contribute approximately \$7 million in revenue to its full year 2007 results and will be slightly accretive to core net income per share. Online Resources is providing third quarter guidance and revising full year 2007 guidance, including the acquisition of ITS, as part of today's second quarter 2007 earnings results announcement. The Company expects to close the transaction within the next 30 days, at which time ITS will become part of Online Resources' eCommerce Division, led by executive vice president and general manager Robert R. Craig.

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ITS was advised on the transaction by the investment banking firm of Lane, Berry & Co.

Conference Call and Web Cast

As part of its second quarter 2007 earnings conference call, Online Resources management will also discuss the pending acquisition today, Thursday, July 26, 2007 at 5:00 p.m. ET. The conference call dial-in number is (800) 938-1087 for domestic participants and (706) 679-7266 for international participants. Alternatively, a live web cast of the call will be available through the "Investors" section of Online Resources' web site at www.orcc.com. The call and web cast will be recorded and available for playback from 8:00 p.m. ET on July 26th until midnight on Thursday, August 2nd. For the conference call playback, dial (800) 642-1687 for domestic participants and (706) 645-9291 for international participants and enter code 6346632. For web cast replay, go to the "Investors" section of www.orcc.com.

About Online Resources

Online Resources powers web-based financial services for 2700 financial institutions, billers and credit service providers. Its proprietary suite of account presentation and payment services are branded to its clients, and augmented by marketing services to drive consumer and business end-user adoption. The Company serves over 10 million end-users and processes \$100 billion in bill payments annually. Founded in 1989, Online Resources (Nasdaq: ORCC; www.orcc.com) is recognized as one of the nation's fastest growing companies.

About Internet Transaction Solutions, Inc.

ITS provides Total ePayment Solutions[®] - the most comprehensive and effective electronic payment solution set available. These services enable billers and agencies to be paid by their customers by all electronic payment methods (including electronic check and credit/debit card) through all payment platforms (including IVR, web, call center, batch and XML). These services optimize cash management and reporting, and automate payment posting, returns administration and re-presentments. Clients can optionally avoid all costs through reasonable convenience fee pricing to their customers. For more information about ITS, visit www.transactionsolutions.com.

This news release contains statements about future events and expectations, which are "forward-looking statements." Any statement in this release that is not a statement of historical fact may be deemed to be a forward-looking statement. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the company's actual results, performance or achievements to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Specifically factors that might cause such a difference include, but are not limited to: the company's history of losses and anticipation of future losses; the company's dependence on the marketing efforts of third parties; the potential fluctuations in the company's operating results; the company's potential need for additional capital; the company's potential inability to expand the company's services and related products in the event of substantial increases in demand for these services and related products; the company's competition; the company's ability to attract and retain skilled personnel; the company's reliance on the company's patents and other intellectual property; the early stage of market adoption of the services it offers; consolidation of the banking and financial services industry; and those risks and uncertainties discussed in filings made by the company with the Securities and Exchange Commission, including those risks and uncertainties contained under the heading "Risk Factors" in the company's Form 10-K, latest 10-Q, and S-3 as filed with the Securities and Exchange Commission. These factors should be considered in evaluating the forward-looking statements, and undue reliance should not be placed on such statements.

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