



HDX Announces Results for 3rd Quarter 2007

Toronto – November 15, 2007 – Hosted Data Transaction Solutions Inc. (“HDX”) announced today its financial results for the third quarter ended September 30, 2007. HDX revenue was up due to acquisition of the QSR Division of Howell Data Systems Inc. (“QSR”). Importantly, the Company’s working capital position was up significantly to over \$3.0 million. The working capital position does not include \$1.88 million from the rights offering completed as a subsequent event on October 12, 2007.

HDX (formerly Dexit Inc.) is listed on the TSX under the symbol HDX.

For the three month period ended September 30, 2007, revenue was \$613,709, compared to \$134,348 for the comparable three month period in 2006. For the nine month period ended September 30, 2007, revenue was \$1,750,359, compared to \$1,004,066 for the comparable nine month period in 2006. On August 3, HDX completed the acquisition of QSR and consequently recognized less than two months of revenue and earnings from QSR. HDX will recognize the QSR revenue and expenses for the full three-month period commencing in the fourth quarter of 2007.

Operating expenses for the three month period ended September 30, 2007 decreased by 59 percent to \$652,908 from \$1,592,243 in the comparable three month period in 2006. The decrease in operating expenses was due to the continuing effect of extensive cost cutting measures made in previous quarters.

Net loss for the three month period ended September 30, 2007 was \$475,284 or \$0.02 per share, compared to a net loss of \$1,197,189, or \$0.12 per share in the three month period ended September 30, 2006. Net loss for the nine month period ended September 30, 2007 was \$376,259 or \$0.03 per share, compared to a net loss of \$5,685,800, or \$0.56 per share in the nine month period ended September 30, 2006. This significant turnaround is attributable primarily to the continued cost rationalization and operational focus which the Company has imposed over the last year and particularly over the last ten months under the leadership of Paul Howell as President and Chief Executive Officer, as well as the QSR acquisition which generated positive EBITDA for the Company.

The number of shares outstanding as at September 30, 2007 was 24,132,687.

Business Highlights:

The main highlight of the second quarter of 2007 is the completion of the QSR acquisition, which is a profitable business and a key pillar to HDX growth strategy. The Company intends to utilize this acquisition to be the platform upon which it will grow HDX both organically and via additional acquisitions that are accretive to the Company. The Company also raised \$5.43 million by way of a private placement during the quarter to fund the \$4 million cash component of the QSR purchase price and provide additional working capital to the Company.

In conjunction with the completion of the QSR acquisition, the Company also changed its name to Hosted Data Transaction Solutions Inc. and started trading under a new ticker symbol "HDX".

Subsequent to the quarter, on October 12, the Company completed a rights offering raising gross proceeds of \$1.88 million, resulting in the issuance of 2,355,006 Common Shares and 1,177,499 warrants.

Also subsequent to the quarter, on November 14, HDX announced it had entered into a letter of intent to acquire Sabrepoint Inc. and Sabrepoint Services Inc. ("Sabrepoint"), a point-of-sale technology company, for \$1,250,000 subject to closing adjustments. The purchase price will be satisfied by the payment of \$850,000 in cash and by the issuance of 400,000 HDX common shares. The transaction is expected to close on December 15, 2007 and is subject to completion of due diligence by HDX, customary closing conditions, receipt of all necessary regulatory approvals and the negotiation and execution of a definitive purchase and sale agreement. Sabrepoint, established in 1992, is a profitable Mississauga based point-of-sale technology company with annual revenue of approximately \$2.5 Million. Specializing in solutions for the quick service restaurant and fine dining industry, Sabrepoint has fifteen employees and provides systems and services to hundreds of customers including Tim Hortons, Copps Coliseum, Sodexo, and Tony Romas.

Additional information on HDX third quarter 2007 financial results will be available in the financial reports filed by the Company with Sedar at www.sedar.com and posted to the Investor Relations section of the Company's website at www.dexit.com.

About the Company

Hosted Data Transaction Solutions Inc. is in the business of managing merchant transactions with consumers and facilitating payment. HDX develops and deploys touch screen POS system software and associated enterprise management tools and has developed and deployed numerous POS applications. HDX also provides system hardware integration services, merchant staff training, system installation services, and post sale software and hardware support services.

Leading edge technology also includes customer self serve kiosks and “line buster” mobile point of sale terminals. These products have been designed to dramatically enhance customer throughput and drastically reduce customer queues. These technologies are especially effective in high foot traffic environments that have limited cash register counter space, limited retail square footage, and the absence of a drive through.

HDX pioneered an "instead of cash" ® electronic based payment facilitation service. The Dexit® Service can be private branded for a specific merchant and enables customers to pay for items quickly and conveniently with the tap of a RFID (radio frequency identification) tag linked to a pre-paid account. This Dexit® Service payment solution is especially well suited for corporate and institutional cafeteria environments where hundreds of customers purchase and pay for meals in compressed periods throughout the business day.

Forward-Looking Statements

This discussion includes certain forward-looking statements that are based upon current expectations, which involve risks and uncertainties associated with our business and the environment in which the business operates. Any statements contained herein that are not statements of historical facts may be deemed to be forward-looking, including those identified by the expressions “anticipate”, “believe”, “plan”, “estimate”, “expect”, “intend”, and similar expressions to the extent they relate to the Company or its management. The forward-looking statements are not historical facts, but reflect Dexit’s current expectations regarding future results or events. These forward-looking statements are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations, including the matters discussed under “Risks and Uncertainties” in the Annual Information Form filed on April 2, 2007 with the regulatory authorities. Dexit assumes no obligation to update the forward-looking statements, or to update the reasons why actual results could differ from those reflected in the forward-looking statements.

® Registered trade-mark of Dexit Inc.

For further information, please contact:

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DEXIT INC.

Balance Sheets

	September 30, 2007 <u>(unaudited)</u>	December 31, 2006 <u>(audited)</u>
ASSETS		
CURRENT		
Cash and cash equivalents	\$ 2,369,396	\$ 3,041,017
Restricted cash	238,254	253,049
Accounts receivable	1,424,986	101,975
Miscellaneous receivables	34,002	53,740
Inventory	125,405	57,099
Prepaid expenses and other assets	117,575	137,417
	<u>4,309,618</u>	<u>3,644,297</u>
EQUIPMENT	53,189	-
INTANGIBLE ASSETS	3,938,250	-
GOODWILL	4,338,478	159,579
	<u>\$ 12,639,535</u>	<u>\$ 3,803,876</u>
LIABILITIES		
CURRENT		
Accounts payable and accrued charges	\$ 523,515	\$ 1,441,081
Customer liabilities	202,672	227,503
Current portion of obligation under capital leases	1,434	5,593
Current portion of technology support repayment obligation	-	7,699
Lease inducement	118,460	234,171
Current portion of vehicle loans	5,413	-
Deferred revenue	421,387	409
	<u>1,272,881</u>	<u>1,916,456</u>
VEHICLE LOANS	22,789	-
	<u>1,295,670</u>	<u>1,916,456</u>
SHAREHOLDERS' EQUITY		
SHARE CAPITAL	41,566,814	32,840,413
CONTRIBUTED SURPLUS	3,404,303	3,251,993
WARRANTS	1,192,396	238,403
DEFICIT	<u>(34,819,648)</u>	<u>(34,443,389)</u>
	<u>\$ 12,639,535</u>	<u>\$ 3,803,876</u>

DEXIT INC.

Statements of Operations and Deficit

(unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2007	2006	2007	2006
REVENUE	\$ 613,709	\$ 134,348	\$ 1,750,359	\$ 1,004,066
COST OF SALES	360,900	198,030	379,306	225,388
GROSS MARGIN	252,809	(63,682)	1,371,053	778,678
OPERATING EXPENSES				
Technology	127,138	447,812	421,592	1,582,696
Operations and support	107,920	401,848	452,895	1,980,033
Sales and marketing	44,182	142,601	28,666	957,560
General and administrative	371,336	551,680	480,168	2,579,519
Stock-based compensation	2,333	48,302	276,999	420,748
	652,908	1,592,243	1,660,319	7,520,556
INCOME (LOSS) BEFORE THE UNDERNOTED	(400,099)	(1,655,925)	(289,266)	(6,741,878)
OTHER EXPENSES (INCOME)				
Interest and exchange loss	2,232	(493,012)	2,975	(485,019)
Interest and other income	(20,863)	(62,028)	(94,316)	(181,931)
Adjustment to fair value of the technology support repayment obligation	-	-	(7,617)	(678,332)
Amortization	93,816	96,304	185,951	289,204
	75,185	(458,736)	86,993	(1,056,078)
NET INCOME (LOSS)	(475,284)	(1,197,189)	(376,259)	(5,685,800)
DEFICIT, BEGINNING OF PERIOD	(34,344,364)	(31,064,202)	(34,443,389)	(26,575,591)
DEFICIT, END OF PERIOD	\$ (34,819,648)	\$ (32,261,391)	\$ (34,819,648)	\$ (32,261,391)
LOSS PER SHARE	\$ (0.02)	\$ (0.12)	\$ (0.03)	\$ (0.56)
WEIGHTED AVERAGE NUMBER OF COMMON SHARES (in 000's)	19,766	10,141	14,700	10,124

DEXIT INC.
Statements of Cash Flows
(unaudited)

	Three months ended September 30,		Nine months ended September 30,	
	2007	2006	2007	2006
NET INFLOW (OUTFLOW) OF CASH RELATED TO THE FOLLOWING ACTIVITIES				
OPERATING				
Net income (loss)	\$ (475,284)	\$ (1,197,189)	\$ (376,259)	\$ (5,685,800)
Items not affecting cash				
Amortization	93,816	96,304	185,951	289,204
Stock-based compensation expense	2,333	49,012	276,999	424,535
(Gain) loss on disposal of equipment	411	(238)	475	(238)
Accretion of interest on the technology support repayment obligation	-	273	-	33,722
Accretion of interest on the note payable	-	18,588	-	58,601
Adjustment to fair value of the technology support repayment obligation	-	-	(7,617)	(678,332)
Adjustment to fair value of the note payable	-	(512,074)	-	(578,251)
	(378,724)	(1,545,324)	79,549	(6,137,269)
Changes in non-cash operating items	(229,846)	12,782	(2,228,488)	1,147,181
	(608,570)	(1,532,542)	(2,148,939)	(4,990,088)
FINANCING				
Proceeds from issuance of common shares	4,525,460	6,280	4,708,987	42,724
Proceeds from issuance of warrants	955,150	-	955,150	-
Issuance costs of common shares and warrants	(413,427)	-	(413,427)	-
Issuance of shares for services	304,998	-	-	-
Repayment of obligation under capital lease	(1,340)	(1,332)	(4,049)	(3,938)
Repayment of technology support repayment obligation	-	(409)	(180)	(168,595)
Repayment of note payable	-	(17,900)	-	(53,700)
	5,370,841	(13,361)	5,551,479	(183,509)
INVESTING				
Maturity of (investment in) short term investments	-	985,435	-	7,961,335
Acquisition of QSR assets	(4,089,344)	-	(4,089,344)	-
Disposal (acquisition) of equipment	4,207	6,154	15,183	(1,694)
	(4,085,137)	991,589	(4,074,161)	7,959,641
NET CASH INFLOW (OUTFLOW)	677,134	(554,314)	(671,621)	2,786,043
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	1,692,262	4,291,092	3,041,017	950,735
CASH AND CASH EQUIVALENTS, END OF PERIOD	\$ 2,369,396	\$ 3,736,778	\$ 2,369,396	\$ 3,736,778
FOR THE PURPOSE OF THIS STATEMENT, CASH AND CASH EQUIVALENTS COMPRISE THE FOLLOWING				
Cash	\$ 291,279	\$ 342,640	\$ 291,279	\$ 342,640
Cash equivalents (investments less than 3 months)	2,078,117	3,394,138	2,078,117	3,394,138
	\$ 2,369,396	\$ 3,736,778	\$ 2,369,396	\$ 3,736,778
SUPPLEMENTAL CASH FLOW INFORMATION				
Interest paid	\$ 102	\$ 112	\$ 248	\$ 498
Interest received	\$ 19,883	\$ 52,535	\$ 65,860	\$ 271,530