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FOR IMMEDIATE RELEASE

**ANGELO STATE UNIVERSITY COMBINES
HIGHER ONE'S ONEDISBURSESM AND ONEFINANCESM SERVICES
WITH DIEBOLD'S CS GOLD® CAMPUS CARD SYSTEM**
*Implements Higher One Disbursement, Banking and Debit Card Services Program
for Students Campus-Wide*

NEW HAVEN, CT, July 26, 2004 – Higher One, the leading provider of customized financial services dedicated exclusively to the higher education market, today announced Angelo State University (ASU), in San Angelo, TX, has implemented a new, custom electronic funds disbursement, banking and OneCard services program delivered through its new school ID card. Fully integrated with its existing Diebold CS Gold® campus card system, the new university branded ID card -- the ASU OneCard -- enables students to use their card to receive financial aid and other disbursements electronically, can be used for primary bank access, retrieving cash from ATMs, making purchases on and off campus, transferring money electronically and monitoring accounts online through a new university-branded web site. Students will continue to enjoy the benefits of the existing Diebold system, including using the new ASU OneCard for meal plans, access to campus events and services, access to residence halls, and the 'RamBucks' stored-value plan. ASU is the first school using Diebold's CS Gold to partner with Higher One for the delivery of financial refunds.

“Our goals included processing financial refunds in a more efficient and cost-effective way, replacing the costly and time-consuming paper check disbursement system we were using, providing new services to students, and updating the functionality and services we could offer through our campus ID cards,” said Audrey Chaumont, Director of OneCard Program at Angelo State University. “The solution Higher One offered integrated easily with our existing Diebold card system and helped achieve our goals and save us money at the same time. Colegate Spinks, an analyst in the ASU Information Technology Department, was able to quickly develop the interface between Diebold's CS Gold® System and Higher One. Higher One's ability to work with our existing CS Gold system was an important part of our decision as we have been a Diebold Inc. client since the late 1970s and have been very pleased with it.”

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Angelo State Implements New Financial Services with Higher One and Diebold ...Add One

“We are excited that Angelo State has chosen us to implement and manage a leading-edge disbursements and banking service for its community, and we look forward to a long and rewarding partnership,” said Dean Hatton, President and CEO of Higher One. “Knowing ASU was a Diebold client, we were confident the implementation would go smoothly, since we are partners with Diebold and our systems mesh seamlessly, and we share the same dedication and commitment to hands-on solutions for our clients.”

The new ASU OneCard will enable students to choose any of three options to receive financial aid and other refunds and easily sign up for payroll direct deposit online. The choices for refunds include deposit to the OneAccount checking account, ACH to another bank checking account, or a paper check. No matter which method the student uses, Higher One makes the payment and handles any errors relating to payments – creating cost avoidance for the university and increasing customer service.

“We are pleased that 4,119 (or 64%) of ASU OneCards issued to date have been activated despite no special incentive besides an initial marketing and education effort,” added Chaumont.

With money in a OneAccount, the ASU OneCard also serves as a MasterCard Debit Card accepted at millions of merchants worldwide, and can also be used for the University’s RamBucks program, a stored-value account that allows students to use their ID for purchases on campus.

“With the combined features of the Higher One’s service and Diebold’s CS Gold, the new ASU OneCard will benefit students by making interactions with the University easier - - from faster financial aid and other refunds to easier access to meal plans and campus buildings, and will benefit the university through increased efficiency and cost savings,” added Chaumont. “And best of all, there was no additional hardware or software we or our local merchants needed to buy to make it all work.”

Angelo State Implements New Financial Services with Higher One and Diebold ...Add Two

Higher education's interest in electronic fund disbursement and banking is increasing as schools seek to lessen the impact of budget cuts by reducing administrative costs, while needing to offer additional value-added services to students. Studies by institutions have found that the cost of each paper disbursement can run as high as \$35 per payment. Some universities have approached this issue by offering ACH Direct Deposit of refunds. This method is an improvement, but enrollment usually averages 30 to 35 percent and the institution is burdened by supporting two processes.

OneDisburseSM, Higher One's new patent pending method for refunds, eliminates check issuance by the university and creates significant cost avoidance by simplifying business and compliance processes and increasing service and convenience for students. With its many benefits, it is no surprise that OneDisburse is regarded as a new standard of service for refund disbursement in higher education.

Offered with OneDisburse is the OneFinanceSM service enabling universities to offer a suite of banking services to students, faculty, and staff through their ID card. These include a free checking account, MasterCard Debit Card purchasing power, a university-branded web site, and the OneRewards program available to local merchants. Higher One customizes every program to meet the unique needs of each school and absorbs the most significant costs of implementation.

Higher One has become the standard of service for American higher education institutions looking for the most efficient, student-centric, and cost-effective way of disbursing financial refunds. In the period from June 2003 - May 2004, Higher One processed over \$180 million in financial aid and other refunds eliminating more than 123,000 checks for its university clients. A mid-size university of 15,000 can typically create \$500,000 per year in cost avoidance through Higher One's OneDisburse and OneFinance services. Higher One added seven universities as clients in 2003.

Diebold's CS Gold sets a standard for campus card systems with an advanced layered software architecture with flexible full-featured interface capabilities and a consistent, easy-to-use graphical user interface. With a full range of products as well as consulting and support services, Diebold truly offers an integrated total solution.

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About Higher One

With an exclusive focus on higher education, Higher One offers an innovative approach to student financial services focusing on making the financial interactions between the university, the student, and their family easier. The company does this through patent pending products and services.

- **OneDisburseSM** enables the institution to create drastic cost avoidance and increases service in the financial disbursements process compared to disbursing via paper check or ACH direct deposit.
- **OneFinanceSM** enables the institution to offer a suite of financial services, including a free checking account with unique features designed for students, as a benefit of enrollment or employment at the institution.

Higher education institutions use Higher One's solutions to create significant cost avoidance, streamline business processes, increase revenue opportunities, improve the student experience, and strengthen campus community. The company is led by a team of executives with backgrounds in higher education, finance, banking, and entrepreneurship. Higher One's customers represent a community of over 150,000 students and include distinguished public and private institutions such as the first higher education institution to win the prestigious Malcolm Baldrige National Quality Award.

For more information visit www.higherone.com. Banking services are provided through an agreement with Horizon Capital Bank, member FDIC.

About Diebold

Diebold, Incorporated is a global leader in providing integrated self-service delivery systems and services. Diebold employs more than 13,000 associates with representation in more than 88 countries worldwide and is headquartered in North Canton, Ohio, USA. Diebold reported revenue of \$2.1 billion in 2003 and is publicly traded on the New York Stock Exchange under the symbol 'DBD.' For more information, visit the company's Web site at www.diebold.com