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LML Subsidiary Powers Scotiabank Webstore Solution

Online Precious Metal Delivery Channel Launched Employing Beanstream Hosted Webstore Services

VANCOUVER, British Columbia, Oct. 1, 2009 (GLOBE NEWSWIRE) -- LML Payment Systems Inc. ("the "Corporation") (Nasdaq:LMLP), a leading provider of financial payment processing solutions for e-Commerce and traditional businesses, today announced that its wholly-owned subsidiary, Beanstream Internet Commerce Inc., has delivered a customized online order management system for ScotiaMocatta, a division of Scotiabank (NYSE:BNS - News). The ScotiaMocatta online precious metals eStore is a Beanstream hosted webstore solution that includes credit card and debit card INTERAC Online(R) processing. The new initiative, which was launched this week, offers ScotiaMocatta customers a convenient option for purchasing precious metals online. Additional Beanstream services such as consumer authentication and extensive back-office reports are included to provide the Bank with a robust, secure online solution for the global bullion market.

"We are very pleased to deliver this project for ScotiaMocatta. Teams on both sides have worked hard to bring this innovative product to market. We are particularly pleased that our experience in providing eStore services to financial institutions coupled with our suite of flexible payment-related services allowed us to provide a solution that is closely tailored to ScotiaMocatta's unique requirements," said LML President Craig Thomson.

"The ScotiaMocatta eStore, an innovative and secure platform, will supplement our existing branch network in offering precious metals products to Canadians" said Barry Wainstein, Vice-Chairman and Deputy Head, Global Capital Markets, and Global Head, Foreign Exchange and Precious Metals, Scotia Capital. "We are thrilled to launch this alternative delivery channel and to be the first bank in Canada to offer this service."

About Scotiabank

ScotiaMocatta, the precious metals division of the Scotiabank Group, is a global leader in precious metals trading and finance, with roots dating back to 1671. It is the Chairman of the London Silver Fixing, Member and past Chair of the benchmark London Gold Fixing, and a leading market-maker with operations worldwide. ScotiaMocatta serves a diverse clientele of producers and consumers of bullion across a variety of industries. For more information, please visit www.scotiamocatta.com

Scotia Capital is the wholesale banking arm of the Scotiabank Group, offering a wide variety of products to corporate, government and institutional clients. It provides full-service coverage across the NAFTA region, and also serves selected niche markets globally through two divisions, Global Capital Markets and Global Corporate and Investment Banking. Scotia Capital has 28 offices and more than 300 relationship managers organized around industry specialties. For more information, please visit www.scotiacapital.com

Scotiabank is one of North America's premier financial institutions and Canada's most international bank. With close to 69,000 employees, Scotiabank Group and its affiliates serve approximately 12.8 million customers in some 50 countries around the world. Scotiabank offers a diverse range of products and services including personal, commercial, corporate and investment banking. With more than $485 billion in assets (as at July 31, 2009), Scotiabank trades on the Toronto (BNS) and New York Exchanges (BNS). For more information please visit www.scotiabank.com.

About LML Payment Systems Inc. (www.lmlpayment.com)

LML Payment Systems Inc., through its subsidiaries Beanstream Internet Commerce Inc. in Canada and LML Payment Systems Corp. in the U.S., is a leading provider of financial payment processing solutions for e-commerce and traditional businesses. We provide credit card processing, online debit, electronic funds transfer, automated clearinghouse payment processing and authentication services, along with routing of selected transactions to third party processors and banks for authorization and settlement. Our intellectual property estate, owned by subsidiary LML Patent Corp., includes U.S. Patent No. RE40,220, No. 6,354,491, No. 6,283,366, No. 6,164,528, and No. 5,484,988 all of which relate to electronic check processing methods and systems.

Cautionary Statement Regarding Forward-Looking Statements

Certain statements in this press release are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements include all passages containing verbs such as "aims," "anticipates," "estimates," "expects," "intends," "plans," "predicts," "projects" or "targets" or nouns corresponding to such verbs. Forward-looking statements also include any other passages that are primarily relevant to expected future events or that can only be evaluated by events that will occur in the future. Forward-looking statements are based on the opinions and estimates of the management at the time the statements are made and are subject to certain risks and uncertainties that could cause actual results to differ materially from those anticipated in the forward-looking statements. Factors that could affect the Corporation's actual results include, among others, the impact, if any, of stock-based compensation charges, the potential failure to establish and maintain strategic relationships, inability to integrate recent and future acquisitions, inability to develop new products or product enhancements on a timely basis, inability to protect our proprietary rights or to operate without infringing the patents and proprietary rights of others, and quarterly and seasonal fluctuations in operating results. More information about factors that potentially could affect the Corporation's financial results is included in the Corporation's quarterly reports on Form 10-Q and our most recent annual report on Form 10-K filed with the Securities and Exchange Commission. Readers are cautioned not to place undue reliance upon these forward-looking statements that speak only as to the date of this release. Except as required by law, the Corporation undertakes no obligation to update any forward-looking or other statements in this press release, whether as a result of new information, future events or otherwise.

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