

Summary of Business Results for FY Ended December 2007

February 14, 2008

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 Stock Code 9702
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Expected date of annual shareholders' meeting: March 27, 2008

Expected date of filing of annual securities report: March 27, 2008

Expected starting date of dividend payment: March 28, 2008

(Rounded down to million yen)

1. Business Results for the Year ended December 2007 (January 1, 2007 through December 31, 2007)

(1) Consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
FY 2007	13,084	3.3	886	15.5	924	15.0
FY 2006	12,664	9.8	767	18.8	803	21.5

	Net income		Net income per share	Diluted net Income per share	Ratio of net income to shareholders' equity	Ratio of ordinary income to total asset	Ratio of operating income to net sales
	Million yen	%	Yen	Yen	%	%	%
FY 2007	466	15.6	108.44		9.1	11.4	6.8
FY 2006	403	16.2	93.78		8.4	10.1	6.1

(Reference) Earnings/loss on investments in equity-method affiliates

Fiscal year ended December 2007: million yen

Fiscal year ended December 2006: million yen

(2) Consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY 2007	8,098	5,107	63.1	1,186.34
FY 2006	7,931	4,779	60.3	1,110.29

(Reference) Shareholders' equity:

Fiscal year ended December 2007: 5,107 million yen

Fiscal year ended December 2006: 4,779 million yen

(3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
FY 2007	19	-274	-154	1,737
FY 2006	383	-444	-104	2,146

2. Dividends

(Record date)	Dividend per share			Total dividend (Annual)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	Interim	Year-end	Annual			
	Yen	Yen	Yen	Million yen	%	%
December 2006		30.00	30.00	129	32.0	2.8
December 2007		40.00	40.00	172	36.9	3.3
December 2008 (forecast)		35.00	35.00		28.4	

(Note) 1. Breakdown of year-end dividends for FY ended December 2007

Common dividend: 15.00 yen Special dividend: 20.00 Commemorative dividend: 5.00 yen

2. Breakdown of year-end dividends for FY ending December 2008 (forecast)

Common dividend: 15.00 yen Special dividend: 20.00 yen

3 . Forecast of Consolidated Business Results for the Year ending December 2008 (January 1, 2007 through December 31, 2008)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	6,750	3.1	380	-18.3	400	-17.7	210	-9.9	48.78
Year ending December 2008	14,400	10.0	970	9.5	1,000	8.2	530	13.7	123.11

4. Others

(1) Changes in significant subsidiary during the period (changes in specified subsidiary due to changes in the scope of consolidation): None

New subsidiary: 1 Excluded: 0

(2) Changes in rules, procedures and indication methods of accounting process concerning the preparation of consolidated financial results (Changes to important items that form basis for preparing consolidated financial statements)

Changes due to revision of accounting standards: Yes

Changes other than : None

(3) Shares outstanding (common shares)

Number of shares outstanding at end of period (treasury shares included):

Fiscal year ended December 2007: 4,521,000 shares

Fiscal year ended December 2006: 4,521,000 shares

Treasury stock at end of period:

Fiscal year ended December 2007: 216,067 shares

Fiscal year ended December 2006: 216,011 shares

(Reference) Summary of Non-consolidated Financial Results

1 . Business Results for the Year ended December 2007 (January 1, 2007 through December 31, 2007)

(1) Non-consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY 2007	11,893	4.2	863	16.2	907	15.5	468	14.8
FY 2006	11,412	8.7	743	26.5	785	29.8	407	33.1

	Net income per share	Diluted net Income per share
	Yen	Yen
FY 2007	108.76	
FY 2006	94.73	

(2) Non-consolidated financial position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Million yen	Million yen	%	Yen
FY 2007	7,738	5,043	65.2	1,171.53
FY 2006	7,524	4,712	62.6	1,094.69

(Reference) Shareholders' equity:

Fiscal year ended December 2007: 5,043 million yen

Fiscal year ended December 2006: 4,712 million yen

2 . Forecast of Consolidated Business Results for the Year ending December 2008 (January 1, 2007 through December 31, 2008)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
Interim	6,100	3.4	360	-16.3	370	-18.5	200	-8.3	46.45
Year ending December 2008	13,000	9.3	900	4.2	935	3.0	490	4.7	113.82

*** Explanation regarding appropriate use of business forecasts and other special instructions**

Above forecasts regarding future performance are based on information available at the time this report was prepared. The forecasts embody uncertainties. Therefore, actual results may differ from the above forecasts due to changes in business conditions and other factors.

1. Results of operations

(1) Analysis of results of operations

In the period under review, the Japanese economy was affected by worldwide concerns for the financial system, triggered by the subprime loan issue and escalating crude oil prices. However, despite these negatives, the economy stayed on path for recovery, a trend underpinned by rising capital investment driven by a recovery in corporate earnings, and a brightening employment picture.

While it was feasible to get orders as the information services industry stepped up capital investment to reflect the rebound in corporate earnings, manpower shortages and intense downward pressure on prices continued to weigh heavily on business performance.

In this environment, the Company concentrated on its strengths (mobile communications and control systems), winning more orders from terminal manufacturers using the Linux and Symbian operating systems, while maintaining order levels business applications and expanding in devices for base-stations.

As a result, consolidated ordinary income increased 15.0% year-on-year to ¥924 million on sales of ¥13,084 million, up 3.3%. Net income rose 15.6% to ¥466 million.

Review of financial results by operating segment

Software development division

Divisional sales were ¥11,176 million, up 7.2% year-on-year, as operations in the financial and mobile phone-related sectors saw significant expansion.

<Mobile communications and control systems>

Segment sales increased 7.5% to ¥799 million as we expanded existing services and signed up new clients.

<Finance, insurance and securities>

Segment sales rose 23.3% year-on-year to ¥1,167 million, as orders increased with the rebound in earnings in the financial and securities sectors.

<Distribution and manufacturing>

Segment sales fell 0.9% compared to the same period a year earlier to ¥2,100 million, as we reviewed low-margin projects. Delays in the completion of certain projects also affected sales.

F. M. service division

Segment sales declined 11.2% year-on-year to ¥1,773 million, despite contributions from new businesses and an increase in data center-related orders.

Others (sales of computer hardware and peripherals)

The company markets computer hardware and peripherals along with its software development services. Sales in this segment declined 45.2% year-on-year to ¥134 million.