

February 5, 2009**Notice of Revisions to (Consolidated and Non-consolidated) Business
Forecasts for the Year Ended December 2008**

ISB Corporation revised its business forecasts as follows due to recent trends in operating results. These forecasts replace the forecasts that were released on April 25, 2008.

**1. Revisions to consolidated forecasts for the year ended December 2008
(January 1, 2008 through December 31, 2008)**

| | Net sales | Operating profit | Ordinary profit | Net profit | Net profit per share |
|---|-----------|------------------|-----------------|------------|----------------------|
| Previous forecast (A) | 13,300 | 450 | 480 | 220 | 52.68 yen |
| Revised forecast (B) | 12,620 | 200 | 237 | 64 | 15.33 yen |
| Increase/decrease (B-A) | (680) | (250) | (243) | (156) | (37.36) yen |
| Percentage change (%) | (5.1) | (55.6) | (50.6) | (70.9) | (70.9) yen |
| (Ref.) Previous results (Year ended Dec. 2007) | 13,084 | 886 | 924 | 466 | 108.44 yen |

**2. Revisions to non-consolidated forecasts for the year ended December 2008
(January 1, 2008 through December 31, 2008)**

| | Net sales | Operating profit | Ordinary profit | Net profit | Net profit per share |
|---|-----------|------------------|-----------------|------------|----------------------|
| Previous forecast (A) | 12,200 | 710 | 740 | 190 | 45.50 yen |
| Revised forecast (B) | 11,749 | 490 | 531 | 71 | 17.00 yen |
| Increase/decrease (B-A) | (451) | (220) | (209) | (119) | (28.50) yen |
| Percentage change (%) | (3.7) | (31.0) | (28.2) | (62.6) | (62.6) yen |
| (Ref.) Previous results (Year ended Dec. 2007) | 11,893 | 863 | 907 | 468 | 108.76 yen |

3. Reason for revision**(1) Consolidated forecast**

ISB's non-consolidated results account for the majority of consolidated results.

Due to the effect of the global financial crisis since October 2008, ISB's new orders from electronics manufacturers and securities industry declined and there was a larger-than-expected decline in its core Mobile Phone Software Development business. This also affected ISB's consolidated subsidiary. There were decline in new orders for system development and operating business that ISB has lowered the net sales forecast by 680 million yen to 12,620 million yen (down 3.5% year-on-year).

The operating income forecast has been lowered by 250 million yen to 200 million yen (down 77.4% year-on-year). This is due mainly to increase in requests for reduction of unit price of orders since October 2008 and decline in product efficiency due to reduction of consolidated subsidiary's business, in addition to decrease in sales of high-profit mobile phones.

(2) Non-consolidated forecast

Due to the global financial crisis since October 2008, ISB's new orders from electronics manufacturers and securities industry declined. Moreover, there was a larger-than-expected decline in ISB's core Mobile Phone Software Development business. As a result,

the net sales forecast has been lowered by 451 million yen to 11,749 million yen (down 1.2% year-on-year).

The operating income forecast has been lowered by 220 million yen to 490 million yen (down 43.2% year-on-year). This is mainly because of increase in requests for reduction of unit price of orders since October 2008, as well as decrease in sales of high-profit mobile phones which is its strength.

(Note) The forecasts regarding future performance in this report are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Therefore, actual results may differ from the forecasts due to a variety of factors.