

Summary of Business Results for the Year Ended December 31, 2008

February 13, 2009

Company **ISB CORPORATION**

Stock Code 9702

Representative Itsuo Wakao, President

Contact Michiya Ota, Director

Expected date of annual shareholders' meeting: March 27, 2009

Expected date of filing of annual securities report: March 27, 2009

Expected starting date of dividend payment: March 30, 2009

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(Rounded down to million yen)

1. Consolidated business results for the year ended December 2008

(January 1, 2008 through December 31, 2008)

(1) Consolidated results of operations

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income	
	Million yen	%	Million yen	%	Million yen	%
Year ended Dec. 2008	12,620	(3.5)	199	(77.4)	236	(74.4)
Year ended Dec. 2007	13,084	3.3	886	15.5	924	15.0

	Net income		Net income per share	Diluted net Income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Million yen	%	Yen	Yen	%	%	%
Year ended Dec. 2008	64	(86.2)	15.39		1.3	3.3	1.6
Year ended Dec. 2007	466	15.6	108.44		9.1	11.4	6.8

(Reference) Investment earnings/loss on equity-method:

Year ended December 2008: million yen

Year ended December 2007: million yen

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 2008	7,179	4,894	68.2	1,172.16
As of Dec. 2007	8,098	5,107	63.1	1,186.34

(Reference) Shareholders' equity:

Year ended December 2008: 4,894 million yen

Year ended December 2007: 5,107 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
Year ended Dec. 2008	232	229	(301)	1,898
Year ended Dec. 2007	19	(274)	(154)	1,737

2. Dividends

(Record date)	Dividend per share					Total dividend (Annual)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of interim	End of 3Q	Year-end	Annual			
Year ended Dec. 2007	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Dec. 2008				40.00	40.00	172	36.9	3.3
Year ending Dec. 2009 (forecast)				32.00	32.00	133	206.9	2.7
							39.3	

(Note) Breakdown of year-end dividend for the year ended Dec. 31, 2008:

Special dividend: 17.00 yen

3 . Forecast of consolidated business results for the year ending December 2009

(January 1, 2009 through December 31, 2009)

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
For the six months ending Jun. 30, 2009	5,770	(11.4)	160		175		93		22.27
Year ending Dec. 2009	12,700	0.6	610	205.2	640	170.8	340	426.3	81.42

4. Others

(1) Changes in significant subsidiary during the period (changes in specified subsidiary accompanying changes in the scope of consolidation): Yes

New subsidiary: Excluded: 2 (Company name: ISB Application System Corporation, ISB Brains Co., Ltd.)

(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):

Year ended December 2008: 4,521,000 shares

Year ended December 2007: 4,521,000 shares

Treasury stock at end of period:

Year ended December 2008: 345,167 shares

Year ended December 2007: 216,067 shares

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the year ended December 2008

(January 1, 2008 through December 31, 2008)

(1) Non-consolidated results of operations

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Dec. 2008	11,749	(1.2)	490	(43.3)	531	(41.4)	71	(84.8)
Year ended Dec. 2007	11,893	4.2	863	16.2	907	15.5	468	14.8

	Net income per share	Diluted net Income per share
	Yen	Yen
Year ended Dec. 2008	16.92	
Year ended Dec. 2007	108.76	

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Dec. 2008	6,976	4,838	69.4	1,158.65
As of Dec. 2007	7,738	5,043	65.2	1,171.53

(Reference) Shareholders' equity:

Year ended December 2008: 4,838 million yen

Year ended December 2007: 5,043 million yen

2 . Forecast of non-consolidated business results for the year ending December 2009

(January 1, 2009 through December 31, 2009)

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
For the six months ending Jun. 30, 2009	5,450	(9.6)	155	(49.7)	170	(53.1)	90	360.9	21.55
Year ending Dec. 2009	12,000	2.1	580	18.3	610	14.8	323	354.8	77.35

* 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 forecasts due to change in business conditions and other factors.