

LICT CORPORATION

For Immediate Release

LICT CORPORATION ANNOUNCES SECOND QUARTER EARNINGS

Rye, NY – August 13, 2007 – LICIT Corporation (Pink Sheets®: LICIT) announced today its second quarter earnings results (see the attached summary).

SECOND QUARTER RESULTS

During the second quarter of 2007, our revenues were \$25.2 million, as compared to \$24.7 million in the second quarter of 2006. 2007's second quarter included a \$0.2 million service provider fee. Excluding this fee, the Company's core operating revenues increased by \$0.3 million, or 1.3%. EBITDA (earnings before interest, taxes, depreciation and amortization), generated during the first quarter of 2007 by our operating subsidiaries was \$12.6 million, a \$0.5 million increase, or 3.6%, from the \$12.1 million recorded in 2006. The second quarter of 2007, as anticipated, continued to be crimped by inter-state pools generating earnings considerably below the authorized rate-of-return. Despite this, interstate revenue was unchanged traceable to increases at several of our operations. Intrastate revenues declined at several of our operations due to a decline in minutes of use. On the non-regulated front, revenues grew by \$0.7 million, or 11.5% during the second quarter primarily due to increased DSL penetration.

Corporate office expenses, excluding litigation and settlement costs (\$26.4 million in 2006) were \$0.9 million as compared to \$0.8 million last year.

Earnings per share for the second quarter of 2007 were \$94.04 compared to a loss of \$351.97 recorded in the second quarter of 2006. During the three months ended June 30, 2006, the Company recorded litigation and settlement costs of \$26.4 million, or \$687 per share after tax, and gains from the sale of certain investments of \$10.5 million, \$257 per share after tax. Excluding these two items, earnings per share was \$78.37 for the second quarter of 2006.

FULL YEAR RESULTS

The Company expects that full year revenues for 2007 will be about \$100 million, as compared to \$99 million in 2006 and \$94 million in 2005. Full year EBITDA from operations is expected to be \$49 million in 2007, up from \$48 million in 2006 and \$44 million in 2005. The Company had previously estimated 2007 revenues at \$101 million and 2007 EBITDA at \$48 million. Capital expenditures in 2007 are expected to be approximately \$18 million, up from \$14 million in 2006 and \$10 million in 2005. The additional capital expenditures in 2007 are to expand the Company's high-speed capabilities.

OPERATING STATISTICS

At June 30, 2007, the Company's in-territory DSL penetration based on total access lines was 19.7%, up from 16% at December 31, 2006, but still well below our goal of 50%. Our summary operating statistics are as follows:

	June 30, 2007	December 31, 2006	Increase (Decrease)	Percent Increase (Decrease)
Access Lines	49,581	49,984	(403)	(0.8%)
DSL Lines	9,774	7,934	1,840	23.2%
ISP Subscribers	21,091	19,947	1,144	5.7%
CLEC Lines	6,780	6,397	383	6.0%
LD Resale Lines	19,978	19,201	777	4.0%

BALANCE SHEET/CASH FLOW

At June 30, 2007, the Company had approximately \$40 million in cash and \$183 million in total debt. Due to numerous debt covenants and other restrictions, our parent does not have direct access to the majority of this cash which is held in various subsidiary companies.

STRATEGIC INITIATIVES

Our operating subsidiaries are in the process of developing and launching several wireless and wireline broadband initiatives. These initiatives will provide an excellent complement to our strong RLEC base, and provide the communities that we serve with the telecommunication and data transport tools necessary to compete in today's economy. In addition, the Company will continue to look at its portfolio, adding acquisitions that will strategically fit its long-term objectives and selling assets that benefit others.

MONETIZATION OF ASSETS AND SPIN-OFF

In addition and as previously announced, the Company is in process of distributing certain assets to its shareholders by means of a spin-off into a newly formed company. The Company is also in the process of evaluating a refinancing plan to maximize shareholder value and provide a strong financial platform to fund growth objectives. The Company anticipates that as part of this plan, it will continue to repurchase shares of our common stock in the open market, subject to regulatory and financial constraints, and continue developing plans to harvest some assets and compensate our shareholders in the form of distributions or share repurchases. As of June 30, 2007 the Company had 25,115 shares outstanding as compared to 25,210 at December 31, 2006

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This release contains certain forward-looking information within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, including without limitation, full year revenue, EBITDA and capital expenditure expectations, and anticipated financing and corporate transactions. It should be recognized that such information is based upon certain assumptions, projections and forecasts, including without limitation business conditions and financial markets, regulatory and other approvals, and the cautionary statements set forth in documents filed by LICT on its website, www.lictcorp.com. As a result, there can be no assurance that any possible transactions will be accomplished or be successful or that financial targets will be met, and such information is subject to uncertainties, risks and inaccuracies, which could be material.

LICT Corporation is a holding company with subsidiaries in telecommunications and multimedia, and actively seeks acquisitions, principally in its existing business areas.

LICT Corporation is listed on the Pink Sheets® under the symbol LICT. Its World Wide Web address is: <http://www.lictcorp.com>.

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914/921-8821

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LICT CORPORATION
Statements of Operations and Selected Balance Sheet Data
Unaudited

Attachment A

(In Thousands, Except Per Share Data)

STATEMENTS OF OPERATIONS

	Three Months Ended		Percent Increase (Decrease)	Six Months Ended		Percent Increase (Decrease)
	June 30,			June 30,		
	2007	2006		2007	2006	
Revenues	\$25,230	\$24,667	2.3%	\$50,184	\$49,755	0.9%
Cost and Expenses:						
Cost of service and sales	8,816	8,865		17,840	17,333	
Selling, general and administration	3,605	3,675		7,275	7,577	
Corporate office expense	869	765		1,848	1,680	
Litigation and settlement costs	0	26,443		0	27,596	
Depreciation and amortization	5,500	5,629		11,073	11,361	
Operating profit, in accordance with generally accepted accounting principles	6,440	(20,710)	(131.1%)	12,148	(15,792)	(176.9%)
Other Income(Expense)						
Investment income	522	493		1,702	1,392	
Interest expense	(3,755)	(3,599)		(7,586)	(7,131)	
Equity in earnings of affiliated companies	1,215	900		2,316	1,792	
Gains on sale of investments	29	10,527		37	12,353	
	(1,989)	8,321		(3,531)	8,406	
Income (Loss) Before Income Taxes Minority Interests	4,451	(12,389)		8,617	(7,386)	
(Provision) Benefit For Income Taxes	(1,625)	3,841		(3,084)	2,023	
Minority Interests	(457)	(388)		(905)	(760)	
Net Income (Loss)	\$2,369	(\$8,936)		\$4,628	(\$6,123)	
Weighted Average Shares Used In Earnings Per Share Computations	25,191	25,389		25,201	25,519	
Basic and Diluted Earnings Per Share	\$94.04	(\$351.97)		\$183.65	(\$239.94)	

Excluding litigation and settlement costs and gains on investments					
Operating profit	6,440	5,733		12,148	11,804
Net income	2,351	1,990		4,605	4,432
Earnings per share	93.33	78.37		182.73	173.66

Adjusted Operating Profit						
Operating Subsidiaries	\$12,565	\$12,127	3.6%	\$24,825	\$23,841	4.1%
Service provider fee	244			244	1,004	
Corporate Office Expense	(869)	(765)		(1,848)	(1,680)	
Adjusted Operating Profit - excluding litigation below)	11,940	11,362	5.1%	23,221	23,165	0.2%
Litigation and settlement costs	0	(26,443)		0	(27,596)	
Total Adjusted Operating Profit	11,940	(15,081)	-179.2%	23,221	(4,431)	-624.1%
Depreciation and amortization	(5,500)	(5,629)		(11,073)	(11,361)	
Operating profit, in accordance with generally accepted accounting principles	\$6,440	(\$20,710)		\$12,148	(\$15,792)	
Capital Expenditures	\$4,303	\$3,788		\$6,063	\$5,980	

SELECTED BALANCE SHEET DATA

	June 30, 2007	June 30, 2006	Dec. 31, 2006
Cash and Cash Equivalents	\$40,152	\$46,453	\$41,445
Notes Payable	15,629	11,057	20,205
Long-Term Debt (including current portion)	167,301	172,487	173,787
Total Debt	182,930	183,544	193,992
Minority Interests	2,238	2,829	2,191
Shareholders' Equity	36,288	25,772	31,943
Shares Outstanding at Date	25,115	25,471	25,210