

LICT CORPORATION

For Immediate Release

LICT CORPORATION ANNOUNCES SECOND QUARTER EARNINGS

Rye, NY – August 18, 2008 – LICIT Corporation (Pink Sheets®: LICIT) announced today its second quarter 2008 earnings results (see attachment A).

SECOND QUARTER RESULTS

During the second quarter of 2008, our revenues were \$24.7 million, as compared to \$25.2 million in the second quarter of 2007, a decrease of \$0.5 million, or 1.9%. EBITDA (earnings before interest, taxes, depreciation and amortization), generated during the second quarter of 2008 by our operating subsidiaries was \$11.4 million, a \$1.2 million decrease, or 9.2%, from the \$12.6 million recorded in 2007. Interstate revenue, which relates to out-of-state calling in our telephone operations, decreased \$0.2 million primarily due to a negative adjustment of NECA earnings in 2008. Intrastate revenue, which relates to in-state calling, declined \$0.1 million primarily due to a decline in minutes of use at several of our operations. On the non-regulated front, revenues increased by less than \$0.1 million during the second quarter, despite a \$0.3 million reduction of cable revenue due to the absence in 2008 of a Kansas cable provider, which was distributed to shareholders as part of the November 2007 spin-off of CIBL, Inc. The \$0.4 million increase after adjustment for the spin-off was primarily due to increased broadband penetration, both DSL and cable. Operating costs were higher in 2008 due to startup costs of certain deregulated operations, somewhat offset by the reduction of cable costs due to the spin-off of the Kansas cable provider. Corporate office expenses were \$0.9 million in the second quarter of both 2008 and 2007.

Earnings per share for the second quarter of 2008 were \$127, which included \$48 per share from the recognition in income of the New York State portion of the dissolution of the Rural Telephone Bank (RTB), which had previously been deferred, or \$79 per share excluding such dissolution, compared to \$93 per share reported in the second quarter of 2007.

FULL YEAR RESULTS

The company is currently projecting \$101 million in revenues and \$48 million in EBITDA from operations for the year ended December 31, 2008, down from our previous forecast of \$102 million and \$50 million, respectively, but comparable to 2007 results after excluding the 2007 revenue and EBITDA related to the CIBL

spin-off. Earnings per share, excluding unusual gains, are projected to be \$415 for 2008 compared to \$363 in 2007, an increase of 14%. Certain non-regulated start-up operations will hamper 2008 results on a short-term basis.

LICT's Annual Report for 2007, including its audited financial statements has been posted to the Company's web site: <http://www.lictcorp.com>. The 2008 second quarter report will be posted shortly.

OPERATING STATISTICS

At June 30, 2008, the Company's in-territory DSL penetration based on ILEC voice lines was 27.7%, up from 23.3% at December 31, 2007. Our summary operating statistics are as follows:

	June 30 2008	Dec. 31 2007	Increase (Decrease)	Percent Increase (Decrease)
ILEC voice lines	50,298	50,716	(418)	-0.8%
CLEC voice lines	6,688	6,861	(173)	-2.5%
Total voice lines	56,986	57,577	(591)	-1.0%
DSL lines	13,747	11,599	2,148	18.5%
ISP Subscribers	21,961	20,908	1,053	5.0%
LD Resale lines	21,061	20,274	787	3.9%
Cable TV Subs.	4,438	4,337	101	2.3%
Cable Modem	1,617	1,156	461	39.9%

SPIN-OFF OF CIBL, INC.

On November 19, 2007, the company completed the spin-off of CIBL Inc., which consists primarily of LICT's previously owned investments in broadcasting, cellular telephone operations in New Mexico, and our CATV provider in northeast Kansas. The operating results of these investments were included in LICT reported financial results until the date on the spin-off. Attachment B shows the LICT results as if the investments in CIBL had been treated as discontinued operations. In that presentation, the operations of LICT's on-going businesses generated earnings per share of \$55 and \$108 in the second quarter and six month periods, respectively, of 2007.

BALANCE SHEET

At June 30, 2008, the Company had approximately \$36 million in cash and \$164 million in total debt. Due to debt covenants and other lender restrictions, our parent company does not have direct access to the majority of this cash which is held in various subsidiary companies.

LICT STOCK REPURCHASES

For the second quarter and six months ended June 30, 2008, LICT repurchased 98 and 102 shares of its common stock for \$408,000 and \$425,000, respectively. Since June 30, 2008, the Company purchased an additional 66 shares for \$279,000. On August 14, 2008, we announced that the Board of Directors authorized the buy-back of up to 500 shares of LICT stock from shareholders. Such offer would apply to holders of 5 or fewer shares at a currently anticipated buy-back price of \$4,500 per share.

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

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, 2008 the Company had 25,013 shares outstanding as compared to 25,115 at December 31, 2007.

* * * *

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 that 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

Release: 08-06

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 June 30,		Percent Increase (Decrease)	Six Months Ended June 30,		Percent Increase (Decrease)
	2008	2007		2008	2007	
Revenues	\$24,740	\$25,230	(1.9%)	\$50,114	\$50,184	(0.1%)
Cost and Expenses:						
Cost of service and sales	9,415	8,816		18,399	17,840	
Selling, general and administration	3,912	3,605		7,697	7,275	
Corporate office expense	906	869		1,774	1,848	
Depreciation and amortization	4,911	5,500		10,158	11,073	
Operating profit, in accordance with generally accepted accounting principles	5,596	6,440	(13.1%)	12,086	12,148	(0.5%)
Other Income(Expense)						
Investment income	219	522		1,349	1,702	
Interest expense	(2,505)	(3,755)		(5,852)	(7,586)	
Equity in earnings of affiliated companies	229	1,215		372	2,316	
Gains on sale of investments and other	1,928	29		7,543	37	
	<u>(129)</u>	<u>(1,989)</u>		<u>3,412</u>	<u>(3,531)</u>	
Income (Loss) Before Income Taxes Minority Interests	5,467	4,451		15,498	8,617	
Minority Interests	(2)	(457)		(17)	(905)	
(Provision) Benefit For Income Taxes	(2,291)	(1,625)		(6,013)	(3,084)	
Net Income (Loss)	\$3,174	\$2,369		\$9,468	\$4,628	
Weighted Average Shares Used In Earnings Per Share Computations	25,047	25,191		25,079	25,201	
Basic and Diluted Earnings Per Share	\$126.72	\$94.04		\$377.52	\$183.65	

Excluding gains on investments						
Operating profit	5,596	6,440		12,086	12,148	
Net income	1,979	2,351		4,565	4,605	
Earnings per share	79.00	93.33		182.02	182.73	

Adjusted Operating Profit						
Operating Subsidiaries	\$11,413	\$12,565	-9.2%	\$24,018	\$24,825	-3.3%
Service provider fee	244	244		244	244	
Corporate Office Expense	(906)	(869)		(1,774)	(1,848)	
Total Adjusted Operating Profit	10,507	11,940	-12.0%	22,244	23,221	-4.2%
Depreciation and amortization	(4,911)	(5,500)		(10,158)	(11,073)	
Operating profit, in accordance with generally accepted accounting principles	\$5,596	\$6,440		\$12,086	\$12,148	
Capital Expenditures	\$5,711	\$3,529		\$9,922	\$6,128	

SELECTED BALANCE SHEET DATA

	June 30, 2008	June 30, 2007	Dec. 31, 2007
Cash and Cash Equivalents	\$36,037	\$40,152	\$41,318
Notes Payable	11,500	15,629	16,429
Long-Term Debt (including current portion)	152,382	167,301	162,512
Total Debt	163,882	182,930	178,941
Minority Interests	148	2,238	131
Shareholders' Equity	46,040	36,288	36,997
Shares Outstanding at Date	25,013	25,115	25,115

LICT Corporation
Statements of Operations - excluding CIBL
Unaudited
(In Thousands, Except Per Share Data)

Attachment B

STATEMENTS OF OPERATIONS
Excluding operations distributed to CIBL

	Three Months Ended June 30,		Percent Increase (Decrease)	Six months Ended June 30,		Percent Increase (Decrease)
	2008	2007		2008	2007	
Revenues	\$24,740	\$24,946	(0.8%)	\$50,114	\$49,614	1.0%
Cost and Expenses:						
Cost of service and sales	9,415	8,609		18,399	17,423	
Selling, general and administration	3,912	3,595		7,697	7,255	
Corporate office expense	906	869		1,774	1,848	
Depreciation and amortization	4,911	5,500		10,158	11,073	
Operating profit, in accordance with generally accepted accounting principles	5,596	6,373	(12.2%)	12,086	12,015	0.6%
Other Income(Expense)						
Investment income	219	522		1,349	1,702	
Interest expense	(2,505)	(3,766)		(5,852)	(7,597)	
Equity in earnings of affiliated companies	229	1,215		372	2,316	
Gains on sale of investments	1,928	(939)		7,543	(1,881)	
	(129)	(2,968)		3,412	(5,460)	
Income (Loss) Before Income Taxes Minority Interests	5,467	3,405		15,498	6,555	
Minority Interests	(2)	(1,417)		(17)	(2,787)	
(Provision) Benefit For Income Taxes	(2,291)	(1,188)		(6,013)	(2,216)	
Net Income (Loss)	\$3,174	\$800		\$9,468	\$1,552	
Weighted Average Shares Used In Earnings Per Share Computations	25,047	25,191		25,079	25,201	
Basic and Diluted Earnings Per Share	\$126.72	\$31.76		\$377.52	\$61.59	