

LICT CORPORATION

For Immediate Release

LICT CORPORATION ANNOUNCES FIRST QUARTER EARNINGS

Rye, NY – June 2, 2010 – LIC T Corporation (Pink Sheets®: LIC T) announced today its unaudited first quarter 2010 earnings results (see attachment A).

FIRST QUARTER RESULTS – Pro Forma for distribution of the North Dakota Operations (see “DISTRIBUTION OF NORTH DAKOTA OPERATIONS” below)

During the first quarter of 2010, our revenues were \$23.5 million, as compared to \$23.4 million in 2009, an increase of \$0.2 million, or 0.7%. EBITDA (earnings before interest, taxes, depreciation and amortization), generated during the first quarter of 2010 by our operating subsidiaries was \$10.8 million, a \$0.3 million increase, or 3.0%, from the \$10.5 million recorded in 2009. Interstate revenue, which relates to out-of-state calling in our telephone operations, decreased \$0.3 million primarily due to lower minutes of use in 2010 as well as reduced USF funding due to reductions in the rate base at several of our operations, partially offset by an increase in interstate out-of-period adjustment revenue in the 2010 period. 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 \$0.6 million during the first quarter, primarily due to increased broadband penetration, both DSL and cable and a small acquisition of cable assets by our Utah operations in 2009. Operating costs decreased by \$0.1 million in 2010. Reduced costs in our regulated operations were offset by increased costs associated with the broadband initiatives and integration of the acquired cable properties. Corporate office expenses decreased by \$0.1 million in the first quarter of 2010.

Earnings per share for the first quarter of 2010 were \$121, an increase of 7%, compared to \$112 per share reported in the first quarter of 2009.

DISTRIBUTION OF NORTH DAKOTA OPERATIONS

On March 31, 2010, Sunshine PCS Corporation (“Sunshine”) acquired all of the interests of LIC T’s subsidiary Lynch Telephone II, LLC, which owns 100% of Inter-Community Telephone Company, LLC and Valley Communications, Inc. (collectively, the “North Dakota Operations”). Inter-Community is a rural local exchange carrier (“RLEC”) serving communities in southeastern North Dakota with regulated telephone and broadband service, and Valley provides Internet and other non-regulated services. As consideration, Sunshine issued shares of its Class A common stock reflecting approximately 99% of its outstanding stock, to Lynch Telephone North L.L.C., the parent company of Lynch Telephone II. On

May 28, 2010, the Company distributed shares of Sunshine (and cash in lieu of fractional shares at the rate of \$50 per share) to its shareholders, spinning off the North Dakota operations to them.

OPERATING STATISTICS— Pro Forma for distribution of the North Dakota Operations

At March 31, 2010, the Company's in-territory DSL penetration based on ILEC voice lines was 51.4%, up from 49.0% at December 31, 2009. Our summary operating statistics are as follows:

	Mar. 31 2010	Dec. 31 2009	Increase (Decrease)	Percent Increase (Decrease)
ILEC voice lines	41,159	41,681	(522)	(1.3%)
CLEC voice lines	5,579	5,462	117	2.1%
Total voice lines	46,738	47,143	(405)	(0.9%)
DSL lines	17,010	16,570	440	2.7%
ISP Subscribers	23,651	23,619	32	0.1%
LD Resale lines	22,452	22,475	(23)	(0.1%)
Cable TV Subs.	5,627	5,732	(105)	(1.8%)
Cable Modem	2,570	2,493	77	3.1%

BALANCE SHEET

At March 31, 2010, Pro forma for the distribution of the New Mexico Operations, the Company had approximately \$23.5 million in cash and \$123.6 million in total debt, resulting in net debt of \$100.1 million and compared to net debt of \$110 million at December 31, 2009. 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.

PURCHASE OF GIANT COMMUNICATIONS, L.L.C.

On May 20, 2010, the Company acquired Giant Communications, L.L.C. ("Giant Cable") from its parent company, CIBL, Inc. ("CIBL") for a purchase price of \$2.1 million. Giant Cable is a cable communications company providing cable television, broadband and voice telephone services to approximately 1,800 customers in rural communities throughout northeastern Kansas. Giant Cable had 2009 revenues of \$1.3 million and EBITDA of \$0.2 million. The operations of Giant Cable will complement the CLEC business of Giant Communications, Inc., as well as LICT's RLEC operation conducted by its J.B.N. Telephone Company subsidiary in northeastern Kansas. Giant Cable had previously been owned by a subsidiary of LICT, and was spun off from LICT as part of the CIBL spin-off in November 2007.

REFINANCING THE COMPANY

LICT's debt structure currently consists of a maze of loans from federally-backed institutions and commercial banks, along with subordinated notes from sellers resulting from our acquisitions. While this structure helps to minimize the company's interest expense, it is costly in terms of maintenance of facilities and restrictions on movement of cash within LICT, as well as inflexible in terms of cost restructuring, mergers and acquisitions and implementing shareholder initiatives. As such, the company is considering a significant refinancing initiative which will enhance our ability to take the operational steps necessary to position the organization for future success. The Company is currently weighing its options in this regard and the implementation of this refinancing will be predicated on its ability to obtain acceptable terms.

LICT STOCK REPURCHASES

In 2010, LICT has not repurchased any shares of its common stock since the Company reached the limit allowable under its bank credit agreement in 2009. The Company is currently attempting to negotiate an allowance for additional share repurchases as part of its overall refinancing of the Company. As of March 31, 2010 and December 31, 2009 the Company had 24,290 shares outstanding.

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. During the second quarter of 2010, the Company closed on the acquisition of 1,000 access lines in Klamath Falls, Oregon. This acquisition will help to "jump start" our efforts to establish a CLEC in that market. In addition, the Company will continue to review its portfolio, making acquisitions that will strategically fit its long-term objectives and selling assets when that is beneficial.

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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 anticipated financing, capital expenditures 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>.

Contact: Robert E. Dolan
Interim Chief Executive Officer
914/921-8821

Release: 10-07

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 March 31,		Percent Increase (Decrease)
	2010	2009	
Revenues	\$24,608	\$24,441	0.7%
Cost and Expenses:			
Cost of service and sales	9,686	9,498	
Selling, general and administration	3,674	3,990	
Corporate office expense	863	939	
Depreciation and other amortization	4,660	4,431	
Operating profit, in accordance with generally accepted accounting principles	<u>5,725</u>	<u>5,583</u>	2.5%
Other Income(Expense)			
Investment income	870	1,027	
Interest expense	(1,955)	(1,996)	
Equity in earnings of affiliated companies	345	219	
	<u>(740)</u>	<u>(750)</u>	
Income (Loss) Before Income Taxes	4,985	4,833	
(Provision) Benefit For Income Taxes	(1,900)	(1,929)	
Net Income (Loss)	3,085	2,904	
Noncontrolling Interests	(20)	(9)	
Net Income (Loss) attributable to LICT	<u>\$3,065</u>	<u>\$2,895</u>	
Weighted Average Shares Used In Earnings Per Share Computations	24,290	24,536	
Basic and Diluted Earnings Per Share -LICT	\$126.18	\$117.99	
Adjusted Operating Profit			
Operating Subsidiaries	\$11,248	\$10,953	2.7%
Corporate Office Expense	(863)	(939)	
Total Adjusted Operating Profit	<u>10,385</u>	<u>10,014</u>	3.7%
Depreciation and amortization	(4,660)	(4,431)	
Operating profit	<u>\$5,725</u>	<u>\$5,583</u>	
Capital Expenditures	\$2,779	\$1,304	

SELECTED BALANCE SHEET DATA

	March 31, 2010	Dec. 31, 2009	March 31, 2009
Cash and Cash Equivalents	24,532	\$22,571	\$25,521
Notes Payable	14,559	7,200	5,499
Long-Term Debt (including current portion)	112,703	124,946	139,617
Total Debt	<u>127,262</u>	<u>132,146</u>	<u>145,116</u>
Noncontrolling Interests	263	243	180
Shareholders' Equity attributable to LICT	61,697	59,546	51,873
Shares Outstanding at Date	24,290	24,290	24,506

LICT Corporation
Statements of Operations
Proforma -after distribution of North Dakota Operations
Unaudited

Attachment B

(In Thousands, Except Per Share Data)

STATEMENTS OF OPERATIONS

	Three Months Ended		Percent Increase (Decrease)
	March 31,		
	2010	2009	
Revenues	\$23,542	\$23,368	0.7%
Cost and Expenses:			
Cost of service and sales	9,291	9,106	
Selling, general and administration	3,459	3,781	
Corporate office expense	863	939	
Depreciation and other amortization	4,437	4,223	
Operating profit, in accordance with generally accepted accounting principles	5,492	5,319	3.3%
Other Income(Expense)			
Investment income	840	996	
Interest expense	(1,900)	(1,940)	
Equity in earnings of affiliated companies	279	155	
	(781)	(789)	
Income (Loss) Before Income Taxes	4,711	4,530	
(Provision) Benefit For Income Taxes	(1,757)	(1,778)	
Net Income (Loss)	2,954	2,752	
Noncontrolling Interests	(20)	(9)	
Net Income (Loss) attributable to LICT	\$2,934	\$2,743	
Weighted Average Shares Used In Earnings Per Share Computations	24,290	24,536	
Basic and Diluted Earnings Per Share	\$120.79	\$111.79	
Adjusted Operating Profit			
Operating Subsidiaries	\$10,792	\$10,481	3.0%
Corporate Office Expense	(863)	(939)	
Total Adjusted Operating Profit	9,929	9,542	4.1%
Depreciation and amortization	(4,437)	(4,223)	
Operating profit	\$5,492	\$5,319	
Capital Expenditures	\$2,714	\$1,262	