



Contact: Kate Clarke
Assistant Marketing Manager
717-667-9208 ext 243
kate.clarke@kishbank.com

FOR IMMEDIATE RELEASE

Kish Bancorp, Inc. Announces Positive Third Quarter Results

REEDSVILLE, PA – October 30, 2008 – William P. Hayes, Chairman and CEO of Kish Bancorp, Inc., the parent company of Kishacoquillas Valley National Bank, Kish Agency, Inc., Kish Financial Solutions, and Kish Travel Services, Inc., has announced the holding company's unaudited financial results for the period ending September 30, 2008. The Corporation's net income for the first nine months of the year increased by \$202,000 to \$2,960,000, a 7.3% increase over the \$2,758,000 earned in the first nine months of 2007. Earnings per share increased 9.3% to \$5.62 per share compared to \$5.14 per share for the same period in 2007.

The Corporation's total assets rose to \$481 million, an increase of 7.1% compared to \$449 million as of September 30, 2007. Loans outstanding grew to \$330 million, an 8.6% increase compared to \$304 million the prior year. Deposits increased to \$353 million or 8.5% from \$325 million as of September 30, 2007.

Based on loan growth and an expansion in the net interest margin, core net interest income after provision for loan losses increased by 16.5%, to \$10,173,000, compared to net interest income of \$8,735,000 the prior year. Non interest income declined 5.4% to \$3,152,000 from \$3,331,000 the prior year primarily due to losses from investing activities. Non interest expense grew by \$973,000, an 11.2% increase to \$9,672,000 compared to \$8,699,000 during the first nine months of 2007, reflecting higher operating expense across all categories.

"We are pleased that Kish Bank experienced strong growth in core deposits since the onset of the recent crisis in the financial system" said Hayes. "Not only does this demonstrate the continued confidence in Kish Bank by depositors, but it enables us to sustain Kish's role of returning local deposits to local borrowers through a strong focus on high-quality lending. Kish's credit quality indicators remain excellent, reflecting positively on the stability and values of our communities." Hayes added, "The sustained growth in core earnings has been noteworthy in the current environment as well. Retained earnings are the primary source of capital to support future growth."

The Kish Bancorp, Inc. Board of Directors has approved the payment of the quarterly dividend of \$.81 per share payable on October 31, 2008 to shareholders of record as of October 1, 2008. The dividend is unchanged from the prior quarter. Year-to-date dividends have increased by 6.9% to \$3.24 per share from \$3.03 in 2007. The stock ticker symbol for Kish Bancorp, Inc. is KISB.

Kish Bank is a subsidiary of Kish Bancorp, Inc., a diversified financial services corporation with 11 locations in Centre, Huntingdon and Mifflin counties. Service lines include: consumer and business banking, Kish Insurance Agency, Kish Travel Services, and Kish Financial Solutions. For additional information, please visit Kish Bancorp, Inc. online at www.KishBank.com.

#