

**Interior Services Group plc  
AGM Statement and Trading Update**

Roy Dantzig, Chairman of Interior Services Group plc, will make the following statement at the company's AGM which will be held later today.

***“ The Board is pleased to announce that trading to date in the first half of the current financial year has been in line with our expectations. Activity has remained high across the Group as ISG has continued to position itself towards more resilient regions and sectors.***

***The current order book stands at £1bn, a level broadly consistent with our position at the year end in July. Of this amount, £550m represents work to be completed in the current financial year and £400m for 2009/10. ISG's balance sheet remains sound and we expect to finish the half year with cash balances in line with prior year.***

***The recent series of economic and political events in the world are beginning to have an impact on our business. Many of our corporate clients have become more cautious in their decision making and this has led to some projects planned for the following financial year being delayed or cancelled. As to be expected trading conditions in the UK, particularly for work due to commence in the final quarter and into the following financial year, have become more competitive.***

***ISG's strategy remains focused on diversifying the Group by activity, sector and region when opportunities arise. We will continue to rebalance our activities within London away from the office market and outside London towards the public sector. Where we anticipate a decrease in demand, we are being proactive in keeping our resource base in line. Our Retail frameworks continue to give us visibility through the rest of the financial year. Overseas we anticipate increasing volumes across Asia and Europe”.***

Shareholders will next be updated on the Group Interim results for the 6 months to 31 December 2008 in March 2009.

- ends -

**8 December 2008**

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