



FOR IMMEDIATE RELEASE
August 17, 2006

INDIANA BUSINESS BANCORP ANNOUNCES NEW BOARD MEMBERS

Indianapolis, IN, August 17, 2006 – Indiana Business Bancorp (OTC BB:IBBI.OB) (the "Company") today announced the appointment of two new members to its board of directors and the board of its wholly owned subsidiary, Indiana Business Bank (the "Bank").

Patrick J. Early, president of Somerset CPAs, P.C. and Vop Osili, partner in the Indianapolis architectural firm A2SO4 Architecture joined the board of directors of the Company and the Bank August 17, 2006.

Mr. Early has served as the President of Somerset CPA's, a 120 person CPA firm headquartered in Indianapolis, since 1989. In addition to his role as CEO of one of the larger CPA firms in Indianapolis, Mr. Early has been prominent in Indianapolis civic organizations. From 1993 to 1999, Mr. Early was President of the Marion County Capital Improvement Board and presided over the design, construction, and financing of Victory Field and Conseco Fieldhouse. Since 2000 Mr. Early has served as Vice President of the Capital Improvements Board. In addition to public service, Mr. Early has been active in the leadership of various local youth organizations and organizations focused on promotion of amateur athletics. Mr. Early is a 1979 graduate of Purdue University and is a Sagamore of the Wabash.

Mr. Osili established A2SO4 Architecture in 2001 after spending six years developing properties in downtown Indianapolis. Prominent A2SO4 projects include work on the Indianapolis Urban League Building, the new Indianapolis Midfield Terminal and Garage, the new Lucas Oil Stadium, and currently a number of new developments in Abu Dhabi in the United Arab Emirates. Mr. Osili presently serves on the Children's Museum of Indianapolis' Board of Trustees and as Chairman of the Department of Metropolitan Development's Board of Zoning Appeals III. He is a 1986 graduate of Carnegie-Mellon University and received a Master of Science in Architecture and Urban Design from Columbia University in 1990.

James Young, President and CEO, stated “We are extremely pleased to announce the addition of these two individuals who possess such exceptional leadership qualities. Any organization would be benefit from the addition of either gentleman to their board. To have both join us is a testament to our commitment to excellence in corporate governance.”

About Indiana Business Bancorp and Indiana Business Bank

Indiana Business Bancorp is a bank holding company whose operations are conducted through its subsidiary, Indiana Business Bank, a state-chartered, locally-owned and managed commercial bank formed for the purpose of providing highly-personalized banking services for small to medium-sized businesses, their owners and professional services firms in the Indianapolis, Indiana metropolitan area. The Bank provides a full line of commercial banking loan, deposit, and cash management services that are delivered in a highly personalized manner by experienced banking professionals. The Bank specializes in serving the commercial and consumer banking needs of small to medium sized businesses and their owners, and professionals located primarily throughout Central Indiana.

"Safe Harbor" Statement under the Private Securities Litigation Reform Act of 1995: Statements in this press release regarding Indiana Business Bank and Indian Business Bancorp's business which are not historical facts are "forward-looking statements" that involve risks and uncertainties which may cause actual results to differ materially from expected results, including: general, regional and local economic conditions and their effect on interest rates; competition among banks and other financial intermediaries within the Indianapolis metropolitan market; risks that borrowers may default on their loans; and changes in regulations and accounting policies affecting financial institutions.

FOR FURTHER INFORMATION:

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