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News Release – Second Quarter Earnings

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FOR IMMEDIATE RELEASE
Enterprise National Bank N.J.

**Enterprise Bank Announces Second Quarter Results; Successfully Raises \$5.2 Million In
New Capital**

Kenilworth, New Jersey, July 31, 2010-Enterprise National Bank N.J. (the "Bank") (OTCBB: ENBN) reported a net profit of \$99 thousand, or \$0.05 per share, for the quarter ended June 30, 2010, compared to the profit of \$1 thousand, or \$0 per share, reported in the first quarter of 2010 and a loss of \$701 thousand, or \$(0.38) per share in the second quarter of 2009. For the six months ended June 30, 2010, the Bank recorded a profit of \$100 thousand, or \$0.05 per share, compared to a loss of \$905 thousand, or \$(0.49) per share for the first six months of 2009.

FINANCIAL CONDITION

The Bank ended the second quarter with total assets of \$108.8 million as compared to \$114.8 million at December 31, 2009, reflecting a decline of 5.7%. During the second quarter of 2010, the Bank experienced net growth in total loans of \$2.4 million, offset by decreases in cash and due from banks of \$5.0 million and investment securities of \$203 thousand. During the six months ended June 30, 2010, the Bank originated \$4.8 million in loans, primarily commercial real estate and business loans, offset in part by payoffs and repayments totaling \$4.1 million.

Loans, net of allowance for loan losses, totaled \$74.8 million at June 30, 2010, an increase of \$.6 million, or 0.8%, from \$74.2 million at the end of 2009.

Assets declined over the first six months due to the repayment of borrowings during a period of reduced loan demand due to economic uncertainty and a decrease in higher cost deposits.

REVENUES

Total revenues, defined as net interest income plus non-interest income increased \$206 thousand in the quarter ended June 30, 2010 compared to the second quarter of 2009, while non-interest expense decreased \$35 thousand, or 3.7% from the same period in the prior year. For the first six months of 2010, total revenue increased by \$196 thousand, or 10.91%, as compared to the first six months of 2009, while non-interest expense decreased \$7 thousand for the first six months of 2010. The growth in revenues was due to growth in the loan portfolio, while management maintained oversight of operating expenses.

Net Interest Income

Net interest income for the second quarter of 2010 was \$1.0 million, as compared to \$856 thousand in the year ago quarter, and \$1.9 million for the first six months of 2010, as compared to \$1.7 million for the first six months of 2009. Net interest margin increased to 4.11% in the second quarter of 2010, as compared to 3.62% during the same period a year ago. Total interest income decreased by \$84 thousand to \$1.40 million in the current quarter compared to the year ago period, while total interest expense decreased \$229 thousand to \$404 thousand in the current quarter from \$632 thousand in the prior year quarter. For the six months ended June 30, 2010, the cost of interest bearing liabilities was 1.71% compared to 2.45% in the prior year period, and the yield on interest earning assets was 5.73% compared to 6.24% in the year ago period.

Provision for Loan Losses

During the second quarter of 2010, the Bank recognized a provision of \$30 thousand compared to \$615 thousand in the same quarter of 2009. For the six months ended June 30, 2010, the Bank recognized provision of \$30 thousand compared to \$825 thousand for the same six months period of the prior year.

Non-Interest Income

Non-interest income was \$47 thousand for the second quarter of 2010 as compared to \$14 thousand for the second quarter of 2009 and \$60 thousand for the first six months of 2010 as compared to \$73 thousand for the same period in 2009. Non interest income primarily consists of service fees and charges on deposit accounts.

Non-Interest Expense

Total non-interest expense for the second quarter of 2010 was \$919 thousand, compared to \$954 thousand in the second quarter of 2009, and \$1.9 million for the first six months of 2010, as compared to \$1.9 million for the same period in 2009. Total non-interest expense remained unchanged for the first six months of 2010 over the year ago period.

Salaries and employee benefits expense was \$499 thousand in the second quarter of 2010, a 7.2% decrease from \$538 thousand in the second quarter of 2009 and \$1.0 million for the first six months of 2010, as compared to \$1.1 million for the same period in 2009.

ASSET QUALITY

The Bank had \$3.8 million in non-performing loans as of June 30, 2010, compared to \$2.6 million non-performing loans at June 30, 2009. CEO Haake stated that "although non-performing loans increased, the portfolio remains well collateralized, minimizing the ultimate risk of loss. Further, the Bank is in the process of coordinating the sale of one of the collateral properties, which should result in the reduction of approximately \$1.0 million in non-performing loans before the end of the 3rd quarter 2010".

CAPITAL

Stockholders' equity totaled \$10.2 million at June 30, 2010, compared to \$9.9 million at December 31, 2009. All of the Bank's capital ratios have and continue to exceed the "well-capitalized" threshold.

Subsequent to quarter end, the Bank completed a private placement of 962,794 shares of its common stock at a price of \$5.43 per share. The offering yielded total proceeds to the Bank of \$5.2 million, net of expenses. In a joint statement, Larry Paragano, Chairman and Don Haake, President & CEO commented that "we are extremely pleased to have raised over \$5.2 million in additional capital during these turbulent economic times and want to acknowledge the confidence that our investors have placed in our Company. We do not take lightly the responsibility we have to our shareholders and we will work tirelessly to take this company to the next level and deliver long term value for our shareholders." Lastly, this additional capital brings the Bank into full compliance with the capital requirements of the informal agreement between the Bank and the Office of the Comptroller of the Currency.

THE BANK

Enterprise National Bank N.J., headquartered in Kenilworth, New Jersey, is listed on the OTC Bulletin Board under the symbol "ENBN." The Bank focuses on serving the needs of small to medium sized businesses, commercial real estate borrowers, professional practices and consumers. Its services include business and personal checking, savings, money market and certificate of deposit accounts. Additionally, the Bank offers commercial and consumer loans, lines of credit, home equity loans, ATM cards, debit cards, E-Banking, remote deposit capture, and free telephone and online banking.

Forward-Looking Statements

This news release may contain forward-looking statements. We caution that forward-looking statements are subject to numerous assumptions, risks and uncertainties, which change over time. Such statements are also subject to certain factors that may cause the Bank's results to vary from those expected. These factors include changing economic and financial market conditions, competition, ability to execute the Bank's business plan, items already mentioned in this press release, and other factors. Readers are cautioned not to place undue reliance on these forward-looking statements, which reflect management's judgment only as of this date. The Bank undertakes no obligation to publicly revise these forward-looking statements to reflect events and circumstances that arise after the date of this release.

ENTERPRISE NATIONAL BANK N.J.

BALANCE SHEET (unaudited)

| | 6/30/10 | 12/31/09 |
|---|------------------------------|------------------------------|
| Assets | | |
| Cash and due from banks | \$ 12,328,510 | \$ 18,122,515 |
| Investment securities | 19,775,105 | 20,715,897 |
| Loans | 75,969,220 | 75,316,406 |
| Allowance for loan losses | 1,153,227 | 1,118,857 |
| Net loans | <u>74,815,993</u> | <u>74,197,549</u> |
| Bank premises and equipment-net | 380,325 | 456,040 |
| Investment in Subsidiary Corp | 295,600 | 295,600 |
| Other assets | 1,044,258 | 1,061,877 |
| Total assets | <u><u>\$ 108,639,791</u></u> | <u><u>\$ 114,849,478</u></u> |
| | | |
| Liabilities and stockholders' equity | | |
| Non-interest bearing deposits | \$ 10,080,220 | \$ 9,129,108 |
| Savings and interest bearing demand | 50,539,740 | 48,475,113 |
| Time deposits | 30,929,154 | 36,304,630 |
| Total deposits | <u>91,549,114</u> | <u>93,908,851</u> |
| Borrowings | 5,500,000 | 10,500,000 |
| Other liabilities | 1,517,390 | 558,580 |
| Total liabilities | <u>98,566,504</u> | <u>104,967,431</u> |
| Total stockholders' equity | 10,243,287 | 9,882,047 |
| Total liabilities and stockholders' equity | <u><u>\$ 108,809,791</u></u> | <u><u>\$ 114,849,478</u></u> |

ENTERPRISE NATIONAL BANK N.J.**INCOME STATEMENT (unaudited)**

| For quarters ended: | 6/30/2010 | 3/31/2010 | 12/31/2009 | 9/30/2009 | 6/30/2009 |
|---------------------------------------|------------------|---------------|-----------------------|-------------------|---------------------|
| Total interest income | \$ 1,404,575 | \$ 1,378,879 | \$ 1,444,780 | \$ 1,541,109 | \$ 1,488,342 |
| Total interest expense | 403,721 | 447,368 | 506,362 | 554,716 | 632,287 |
| Net interest income | 1,000,854 | 931,511 | 938,418 | 986,393 | 856,055 |
| Provision for possible loan losses | 29,931 | - | 1,046,355 | - | 615,246 |
| Net interest income after provision | 970,923 | 931,511 | (107,937) | 986,393 | 240,809 |
| Service fees and charges | 22,395 | 9,491 | 31,025 | 19,796 | 12,187 |
| Gain on sale of Investment Securities | 21,629 | | | | |
| Other | 3,106 | 4,211 | 7,770 | 1,709 | 1,871 |
| Total non-interest income | 47,130 | 13,702 | 38,795 | 21,505 | 14,058 |
| Personnel expenses | 498,965 | 539,726 | 486,433 | 505,260 | 538,368 |
| Occupancy expense | 48,736 | 50,496 | 66,708 | 60,259 | 43,743 |
| Equipment | 139,163 | 141,629 | 38,540 | 142,753 | 142,725 |
| Advertising | 1,648 | 39 | 714 | 114 | 397 |
| Other expense | 230,227 | 212,539 | 372,933 | 194,406 | 228,424 |
| Total non-interest expense | 918,739 | 944,429 | 965,328 | 902,792 | 953,657 |
| Income(loss) before taxes | 99,314 | 784 | (1,034,470) | 105,106 | (698,790) |
| Income taxes | 520 | - | - | - | 2,160 |
| Net income(loss) | \$ 98,794 | \$ 784 | \$ (1,034,470) | \$ 105,106 | \$ (700,950) |

| For three months ended: | 6/30/2010 | 6/30/2009 |
|-------------------------------------|---------------|---------------------|
| Total interest income | \$ 2,783,454 | \$ 2,995,753 |
| Total interest expense | 851,089 | 1,271,773 |
| Net interest income | 1,932,365 | 1,723,980 |
| Provision for possible loan losses | 29,931 | 825,246 |
| Net interest income after provision | 1,902,434 | 898,734 |
| Service fees and charges | 31,886 | 38,798 |
| Gain on sale of loans | 21,629 | - |
| Other | 7,317 | 34,024 |
| Total non-interest income | 60,832 | 72,822 |
| Personnel expenses | 1,038,691 | 1,071,639 |
| Occupancy expense | 99,232 | 91,253 |
| Equipment | 280,792 | 282,758 |
| Advertising | 1,687 | 1,495 |
| Other expense | 442,766 | 422,598 |
| Total non-interest expense | 1,863,168 | 1,869,743 |
| Income(loss) before taxes | 100,098 | (898,187) |
| Income taxes | 520 | 7,160 |
| Net income(loss) | 99,578 | \$ (905,347) |

ENTERPRISE NATIONAL BANK N.J.

SELECTED FINANCIAL DATA (unaudited)

| For quarters ended: | 6/30/2010 | 3/31/2010 | 12/31/09 | 9/30/09 | 6/30/09 |
|---|---------------|---------------|---------------|---------------|---------------|
| Share Data | | | | | |
| Book value per share (basic, period end) | \$ 5.58 | \$ 5.43 | \$ 5.38 | \$ 5.91 | \$ 5.78 |
| Net income(loss) per share (basic) | \$ 0.05 | \$ 0.00 | \$ (0.56) | \$ 0.06 | \$ (0.38) |
| Net income(loss) per share (diluted) | \$ 0.05 | \$ 0.00 | \$ (0.56) | \$ 0.06 | \$ (0.38) |
| Selected Averages | | | | | |
| Average net loans | \$ 75,596,660 | \$ 74,678,424 | \$ 76,891,904 | \$ 77,971,187 | \$ 78,467,386 |
| Average total deposits | \$ 92,289,703 | \$ 91,723,494 | \$ 93,585,754 | \$ 92,254,633 | \$ 85,127,412 |
| Average earning assets | \$ 97,311,945 | \$ 94,715,442 | \$ 97,899,777 | \$ 97,153,462 | \$ 94,665,428 |
| Selected Performance Ratios | | | | | |
| Return on average assets | 0.09% | 0.00% | -0.90% | 0.09% | -0.65% |
| Return on average equity | 0.98% | 0.01% | -9.64% | 0.98% | -6.23% |
| Net interest margin | 4.11% | 3.93% | 3.83% | 4.06% | 3.62% |
| Non-interest income as % of average assets | 0.17% | 0.05% | 0.13% | 0.08% | 0.05% |
| Non-interest expense as % of average assets | 3.27% | 3.36% | 3.34% | 3.16% | 3.53% |
| Asset Quality | | | | | |
| Net charge-offs | \$ - | \$ - | \$ 1,720,429 | \$ 769,331 | \$ 689,631 |
| Non-performing loans | \$ 3,847,000 | \$ 3,928,000 | \$ 2,815,000 | \$ 2,620,000 | \$ 2,626,000 |
| Allowance for possible loan losses to total loans | 1.52% | 1.53% | 1.49% | 1.32% | 1.36% |
| Non-performing loans to total loans | 5.06% | 5.34% | 3.74% | 3.34% | 3.24% |
| Capital | | | | | |
| Tier 1 leverage ratio | 8.83% | 8.66% | 8.34% | 9.27% | 9.66% |
| Tier 1 capital to risk-weighted assets | 11.98% | 12.20% | 11.79% | 12.54% | 12.18% |
| Total capital to risk-weighted assets | 13.23% | 13.42% | 13.16% | 13.76% | 13.41% |