



490 KENILWORTH BOULEVARD
KENILWORTH, NJ 07033
(908)-653-1800

News Release – Fourth Quarter Earnings

Contacts: Donald J. Haake
President & CEO
don.haake@enterprisebank.net
David L. Gordon
Executive Vice President & CFO
david.gordon@enterprisebank.net

FOR IMMEDIATE RELEASE
Enterprise National Bank N.J.

Enterprise National Bank N.J. Announces Fourth Quarter and Year End Results

Kenilworth, New Jersey, January 16, 2009, Enterprise National Bank N.J. (the “Bank”) (OTCBB: ENBN) reported a net profit of \$129 thousand, or \$0.07 per share, for the quarter ended December 31, 2008, a significant improvement from a loss of \$26 thousand in the fourth quarter of 2007 and \$106 thousand, or \$0.06 per share for the third quarter of 2008.

For the year ended December 31, 2008, the Bank recognized a net loss of \$141 thousand, or \$0.08 per share, compared to a net loss of \$460 thousand, or \$0.25 per share for 2007. The year over year improvement is primarily a result of a \$1.1 million increase in net interest income, partially offset by an increase in the provision for possible loan losses of \$376 thousand and non-interest expenses of \$292 thousand. The increase in non-interest expense was primarily attributable to the addition of staff hired to support the continued growth of the Bank.

FINANCIAL CONDITION

The Bank ended the fourth quarter of 2008 with total assets of \$97.2 million as compared to \$83.8 million at December 31, 2007, reflecting total asset growth of 16.0%. During the twelve month period, the Bank experienced net growth in loans of \$22.4 million, a decrease in cash and due from banks of \$4.6 million and a decrease in investment securities of \$4.3 million. During the twelve months of 2008, the Bank funded \$33.6 million in new loan originations, primarily commercial real estate and business loans, and experienced payoffs and repayments totaling \$10.8 million.

Loans, net of allowance for loan losses, totaled \$76.9 million at December 31, 2008, an increase of \$22.4 million, or 41.1% from \$54.5 million at December 31, 2007.

Asset growth was funded by an increase in deposits of \$8.5 million, or 13.0%, to \$73.9 million at

December 31, 2008 from \$65.4 million at December 31, 2007 and increased borrowings of \$5.0 million, or 78.1%, to \$11.4 million at December 31, 2008 from \$6.4 million at December 31, 2007.

REVENUES

Total revenue, defined as net interest income plus non-interest income, increased by \$212 thousand, or 30.6%, during the fourth quarter of 2008 compared to the fourth quarter of 2007. For the year ended December 31, 2008, total revenue increased by \$986 thousand, or 40.6%, as compared to the year ended December 31, 2007. The growth in revenues was primarily due to continued growth in the volume of interest earning assets.

Net Interest Income

Net interest income for the fourth quarter of 2008 was \$882 thousand, as compared to \$584 thousand in the fourth quarter of 2007, and \$3.3 million for the full year 2008, as compared to \$2.2 million for the full year 2007. The increase in the net interest income is primarily due to an increase in average earnings assets, to \$95.1 million in the current fourth quarter compared to \$78.8 million in the fourth quarter of 2007. . Net interest margin increased to 3.71% in the fourth quarter of 2008, as compared to 2.96% during the year ago period. The Bank's net interest margin for the year ended December 31, 2008 was 3.61%, compared to 3.09% for the year ended December 31, 2007. The increase in the net interest margin was primarily due to lower funding costs in 2008.

Provision for Loan Losses

During the fourth quarter of 2008, the Bank recorded a provision for possible loan losses of \$15 thousand. The Bank did not record a provision for possible loan losses for the fourth quarter of 2007. The Bank had a provision of \$387 thousand for the twelve month period ended December 31, 2008, compared to a provision of \$11 thousand for the twelve months ended December 31, 2007. The allowance for possible loan losses as a percentage of total loans was 1.24% as of December 31, 2008 as compared to 1.05% at December 31, 2007.

Non-Interest Income

Non-interest income totaled \$25 thousand for the fourth quarter of 2008, as compared to \$111 thousand for the fourth quarter of 2007. The decrease was primarily due to loan prepayment penalties received in the fourth quarter of 2007. For the twelve months of 2008, non-interest income totaled \$121 thousand as compared to \$190 thousand for the twelve months of 2007. The decrease was primarily due to loan prepayment penalties received in the third and fourth quarters of 2007.

Non-Interest Expense

Total non-interest expense for the fourth quarter of 2008 was \$763 thousand, compared to \$721 thousand in the fourth quarter of 2007, an increase of 5.8%. For the twelve months ended December 31, 2008, non-interest expense totaled \$3.2 million, a 26.1% increase as compared to \$2.9 million for the twelve months ended December 31, 2007.

Salaries and employee benefits expense was \$402 thousand in the fourth quarter of 2008, unchanged from the fourth quarter of 2007. Salaries and employee benefits were \$1.8 million and \$1.6 million for the twelve months ended December 31, 2008 and December 31, 2007, respectively. The increase in staff related expenses was necessary to support the Bank's increased lending and deposit activities.

ASSET QUALITY

The Bank had non-performing loans of \$2.2 million as of December 31, 2008. No loans were charged off in either 2008 or 2007 and no loans have been charged off since the inception of the Bank. Further, the specific loans associated with the increase in non-performing assets remain well collateralized and management believes the risk of loss is greatly mitigated by this collateral position.

CAPITAL

Stockholders' equity totaled \$11.4 million at December 31, 2008, compared to \$11.3 million at December 31, 2007. All of the Bank's capital ratios are in excess of the "well-capitalized" threshold.

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 and free telephone & Internet banking.

Forward-Looking Statements

This news release contains 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)

	12/31/08	12/31/07
Assets		
Cash and due from banks	\$ 2,273,690	\$ 6,946,288
Investment securities	16,944,941	21,175,280
Loans	77,849,414	55,049,229
Allowance for loan losses	967,600	580,373
Net loans	76,881,814	54,468,856
Bank premises and equipment-net	604,817	688,148
Other assets	476,308	460,049
Total assets	\$ 97,181,570	\$ 83,738,621
Liabilities and stockholders' equity		
Non-interest bearing deposits	\$ 6,125,871	\$ 5,447,778
Savings and interest bearing demand	32,523,767	30,030,156
Time deposits	35,252,913	29,960,357
Total deposits	73,902,551	65,438,291
Borrowings	11,400,000	6,400,000
Other liabilities	494,258	614,466
Total liabilities	85,796,809	72,452,757
Total stockholders' equity	11,384,761	11,285,864
Total liabilities and stockholders' equity	\$ 97,181,570	\$ 83,738,621

ENTERPRISE NATIONAL BANK N.J.

INCOME STATEMENT (unaudited)

For quarters ended:	12/31/08	9/30/08	06/30/08	03/31/08	12/31/07	09/30/07	06/30/07	03/31/07
Total interest income	\$ 1,544,825	\$ 1,577,683	\$ 1,435,382	\$ 1,391,627	\$ 1,326,811	\$ 1,243,784	\$ 1,185,635	\$ 1,182,199
Total interest expense	662,929	679,461	587,399	728,669	743,015	669,662	649,858	638,293
Net interest income	881,896	898,222	847,983	662,958	583,796	574,122	535,777	543,906
Provision for possible loan losses	15,000	227,600	109,627	35,000	-	-	-	11,212
Net interest income after provision	866,896	670,622	738,356	627,958	583,796	574,122	535,777	532,694
Service fees and charges	25,103	54,648	21,219	19,346	110,815	51,529	13,556	12,277
Gain on sale of loans	-	-	-	-	-	-	-	-
Other	258	514	713	-	328	704	151	201
Total non-interest income	25,361	55,162	21,932	19,346	111,143	52,233	13,707	12,478
Personnel expenses	402,028	467,998	460,881	440,826	402,169	410,586	411,133	389,082
Occupancy expense	45,714	46,984	45,028	44,674	41,129	43,629	41,301	48,052
Equipment	139,012	142,485	130,758	128,185	128,020	128,220	124,276	133,112
Advertising	661	6,424	5,254	323	8,558	12,433	9,612	4,981
Other expense	175,964	168,310	161,520	151,895	140,709	138,929	124,936	132,299
Total non-interest expense	763,379	832,201	803,441	765,903	720,585	733,797	711,258	707,526
Income(loss) before taxes	128,878	(106,417)	(43,153)	(118,599)	(25,646)	(107,442)	(161,774)	(162,354)
Income taxes	-	-	-	2,080	500	500	500	1,389
Net income(loss)	\$ 128,878	\$ (106,417)	\$ (43,153)	\$ (120,679)	\$ (26,146)	\$ (107,942)	\$ (162,274)	\$ (163,743)

For twelve months ended:	12/31/08	12/31/07
Total interest income	\$ 5,949,517	\$ 4,938,429
Total interest expense	2,658,458	2,700,828
Net interest income	3,291,059	2,237,601
Provision for possible loan losses	387,227	11,212
Net interest income after provision	2,903,832	2,226,389
Service fees and charges	120,316	188,177
Gain on sale of loans	-	-
Other	1,485	1,384
Total non-interest income	121,801	189,561
Personnel expenses	1,771,733	1,612,970
Occupancy expense	182,400	174,111
Equipment	540,440	513,628
Advertising	12,662	35,584
Other expense	657,689	536,873
Total non-interest expense	3,164,924	2,873,166
Income(loss) before taxes	(139,291)	(457,216)
Income taxes	2,080	2,889
Net income(loss)	\$ (141,371)	\$ (460,105)

ENTERPRISE NATIONAL BANK N.J.

SELECTED FINANCIAL DATA (unaudited)

For quarters ended:	12/31/08	9/30/08	6/30/08	3/31/08	12/31/07	9/30/07	6/30/07	3/31/07
Share Data								
Book value per share (basic, period end)	\$ 6.20	\$ 6.06	\$ 6.05	\$ 6.25	\$ 6.25	\$ 6.19	\$ 6.17	\$ 6.31
Net income(loss) per share (basic)	\$ 0.07	(\$0.06)	(\$0.02)	(\$0.07)	(\$0.01)	(\$0.06)	(\$0.09)	(\$0.09)
Net income(loss) per share (diluted)	\$ 0.07	(\$0.06)	(\$0.02)	(\$0.07)	(\$0.01)	(\$0.06)	(\$0.09)	(\$0.09)
Selected Averages								
Average net loans	\$ 77,699,261	\$ 77,613,752	\$ 66,861,433	\$ 58,694,405	\$ 51,771,461	\$ 49,047,564	\$ 46,603,835	\$ 44,885,896
Average total deposits	\$ 73,845,031	\$ 74,220,295	\$ 65,892,405	\$ 68,698,118	\$ 62,271,160	\$ 54,606,291	\$ 55,783,473	\$ 56,089,210
Average earning assets	\$ 95,052,809	\$ 97,135,025	\$ 85,713,158	\$ 86,734,934	\$ 78,797,788	\$ 71,073,723	\$ 69,727,231	\$ 69,718,078
Selected Performance Ratios								
Return on average assets	0.13%	-0.11%	-0.05%	-0.14%	-0.03%	-0.59%	-0.91%	-0.91%
Return on average equity	1.14%	-0.95%	-0.38%	-1.07%	-0.23%	-3.88%	-5.74%	-5.73%
Net interest margin	3.71%	3.70%	3.96%	3.06%	2.96%	3.23%	3.07%	3.12%
Non-interest income as % of average assets	0.10%	0.22%	0.10%	0.09%	0.55%	0.29%	0.08%	0.07%
Non-interest expense as % of average assets	3.14%	3.38%	3.70%	3.49%	3.59%	4.04%	3.97%	3.95%
Asset Quality								
Net charge-offs	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Non-performing loans	\$ 2,170,000	\$ 357,000	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Allowance for possible loan losses to total loans	1.24%	1.19%	0.99%	0.96%	1.05%	1.20%	1.20%	1.24%
Non-performing loans to total loans	2.79%	0.45%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Capital								
Tier 1 leverage ratio	11.55%	11.24%	12.91%	12.60%	13.89%	15.25%	15.72%	15.94%
Tier 1 capital to risk-weighted assets	13.77%	13.28%	14.41%	16.16%	18.12%	20.67%	20.85%	22.67%
Total capital to risk-weighted assets	14.96%	14.43%	15.35%	17.06%	19.06%	21.74%	21.93%	23.82%