3441 Route Nine North, Freehold, New Jersey 07728
(732) 431-2265 Fax (732) 303-1831
www.njcbk.com

FOR IMMEDIATE RELEASE

New Jersey Community Bank Reports First Quarter 2013 Results

FREEHOLD, NJ, April 17, 2013 – New Jersey Community Bank (OTCBB: NJCB) (the "Bank") reported net income of $90 thousand, or $0.05 per common share for the three months ended March 31, 2013, compared with a net income of $108 thousand, or $0.06 per common share, for the same period in the prior year. Although the net interest income increased $34 thousand year over year but it was more than offset by an increase of $56 thousand in total non-interest expense. Net interest margin increased 14 basis points year over year largely due to a decline of 29 basis points in cost of interest-bearing liabilities.

Robert D. O'Donnell, Chairman and CEO, commented that, "We are pleased with the first quarter 2013 results during this continued market volatility and depressed interest rates. Recent months have brought some encouraging news on the employment and market fronts but the banking industry continues to reflect the impact of prolonged low interest rates. Our first quarter results reflect a decline in total assets which was driven primarily by our business decision to reduce the excess cash levels by paying off certain deposits that matured during the first quarter 2013. Though the new loan demand has softened, we continue to seek lending opportunities while focusing on safe and sound lending practices."

Balance Sheet Summary

At March 31, 2013, total assets were $130.9 million, a decline of $7.8 million from December 31, 2012. Total cash and cash equivalents declined $7.8 million compared to year end 2012, offsetting a similar decline in total deposits. Investment securities increased $1.4 million while loans receivable decreased $1.4 million compared to year end 2012. The decrease in loans receivables was a result of payoff of few loans and ongoing scheduled principal payments.

Total deposits decreased $7.9 million compared to the levels at year end 2012. Majority of the decrease resulted from the maturing time deposits which were paid off utilizing the excess levels of cash and cash equivalents during the first quarter of 2013. During the quarter, savings, NOW and money market deposits combined increased $1.5 million while non-interest bearing deposits declined by the same amount.

Shareholders' equity totaled $15.8 million at March 31, 2013, increasing moderately from year-end 2012. The Bank's capital ratios remain strong and exceed the regulatory requirements to be deemed a well capitalized financial institution.

Results of Operations

For the quarter ended March 31, 2013, net interest income totaled $1.1 million, increasing marginally over the same period in the prior year. At March 31, 2013, net interest margin was 3.56%, an improvement of 14 basis points compared to the same period a year ago resulting from a decrease in cost of interest-bearing deposits. At March 31, 2013, yield on average earning assets declined 12 basis points to 4.39% while the cost of interest-bearing deposits declined 29 basis points to 0.97%, compared to the same period in the prior year primarily due to low interest rates.

The provision for loan loss was $35 thousand for the first quarter 2013, a decrease of $10 thousand compared to a year-ago quarter. The allowance for loan loss at period-end was $1.2 million, or 1.36% of total loans. Asset quality remains resilient and the current level of the allowance for loan loss is considered to be adequate.

Non-interest income decreased $17 thousand to $86 thousand for the quarter ended March 31, 2013, compared with $103 thousand for the same quarter in the prior year. Majority of such decrease is directly related to the decrease in fees and service charges on deposit accounts offset by an increase of $14 thousand in all other income.

Non-interest expense totaled $1.0 million for the quarter ended March 31, 2013, an increase of $56 thousand, from a year-ago quarter. Of the total increase in non-interest expense, salaries and employee benefits increased $29 thousand as a result of increases in health costs and professional and other fees increased $21 thousand due to increase in cost of professional services utilized by the Bank.

About the Bank

New Jersey Community Bank is a state-chartered commercial bank headquartered in Freehold, New Jersey. The Bank opened for business in July 2008 and operates three full-service banking offices in the central New Jersey counties of Monmouth and Middlesex. The Bank provides traditional commercial and retail banking services to small businesses and consumers. For additional information about New Jersey Community Bank, please visit www.njcbk.com or call 732-431-2265.

Forward-Looking Statements

This release contains forward-looking statements relating to present or future trends or factors affecting the banking industry, and specifically the financial condition and results of operations, including without limitation, statements relating to the earnings outlook of the Bank, as well as its operations, markets and products. Actual results could differ materially from those indicated. Among the important factors that could cause results to differ materially are interest rate changes, change in economic climate, which could materially impact credit quality trends and the ability to generate loans, changes in the mix of the Bank's business, competitive pressures, changes in accounting, tax or regulatory practices or requirements, resolution of tax reviews, and those risk factors detailed in the Bank's periodic reports. The Bank undertakes no obligation to release revisions to these forward-looking statements or reflect events or circumstances after the date of this release.

Contacts at New Jersey Community Bank:

Robert D. O'Donnell
Chairman and CEO
rodonnell@njcbk.com

Terry H. Thompson
President and COO
tthompson@njcbk.com

Naqi A. Naqvi
Executive Vice President & CFO
nnaqvi@njcbk.com

Source: New Jersey Community Bank

New Jersey Community Bank

Selected Financial Highlights

(unaudited)

	As of or for the Quarters Ended				
(in thousands, except per share and percentage data)	**3/31/2013**	**12/31/2012**	**9/30/2012**	**6/30/2012**	**3/31/2012**
Summary of Operations:					
Interest income	$ 1,409	$ 1,501	$ 1,496	$ 1,465	$ 1,459
Interest expense	267	302	315	323	351
Net interest income	1,142	1,199	1,181	1,142	1,108
Provision for loan and lease loss	35	27	20	25	45
Net interest income after provision for loan loss	1,107	1,172	1,161	1,117	1,063
Non-interest income	86	95	75	77	102
Non-interest expense	1,031	1,026	1,223	994	974
Income before income tax expense	161	241	13	200	191
Income tax expense	72	101	12	88	83
Net income	$ 90	$ 140	$ 1	$ 112	$ 108
Per Common Share[(1)]:					
Basic	$ 0.05	$ 0.08	$ 0.00	$ 0.06	$ 0.06
Diluted	0.05	0.08	0.00	0.06	0.06
Book value per share	8.72	8.64	8.59	8.57	8.47
Average shares outstanding	1,818	1,818	1,818	1,818	1,818
Average diluted shares outstanding	1,818	1,818	1,818	1,818	1,818
Selected Financial Ratios:					
Return on average assets	0.26%	0.42%	0.00%	0.34%	0.32%
Return on average common equity	2.27%	3.56%	0.03%	2.90%	2.81%
Average equity to average assets	11.65%	11.90%	11.94%	11.80%	11.47%
Risk-based capital:					
Total risk-based capital ratio	16.20%	15.71%	15.81%	16.15%	16.67%
Tier 1 risk-based capital ratio	15.00%	14.58%	14.66%	14.99%	15.49%
Tier 1 leverage capital ratio	11.38%	11.61%	11.60%	11.50%	11.16%
Financial Condition:					
Total assets	$ 130,946	$ 138,678	$ 132,251	$ 131,336	$ 132,176
Loans, net of unearned income	90,736	92,157	93,322	90,440	87,794
Deposits	114,614	122,536	116,257	115,345	116,385
Shareholder's equity	15,848	15,712	15,621	15,587	15,406

(1) Data have been restated to give effect to the 5% stock dividend declared and paid in 2012.

New Jersey Community Bank
Statements of Financial Condition

(dollars in thousands, except share data)

	March 31, 2013	December 31, 2012
Assets	(unaudited)	
Cash and due from banks - non-interest bearing	$ 1,402	$ 1,138
Federal funds sold and interest-bearing deposits with banks	10,075	18,180
Total Cash and Cash Equivalents	11,477	19,318
Due from banks - time deposits	9,262	7,768
Investment Securities:		
Available-for-sale	12,546	11,092
Held-to-maturity	2,899	2,905
Total Investment Securities	15,445	13,997
Loans Receivable, net of unearned income	90,736	92,157
Less: Allowance for loan losses	(1,235)	(1,207)
Net Loans	89,501	90,950
Premises and equipment, net	2,379	2,420
Accrued interest receivable	328	351
Bank-owned life insurance	1,519	1,507
Deferred tax assets	692	686
Other assets	343	1,681
Total Assets	$ 130,946	$ 138,678
Liabilities and Shareholders' Equity		
Liabilities		
Deposits:		
Non-interest bearing	$ 8,557	$ 10,073
Savings, NOW and money market	41,836	40,357
Time deposits $100M and over	46,434	53,025
Time deposits, other	17,786	19,081
Total Deposits	114,614	122,536
Accrued interest payable	10	8
Other liabilities	474	422
Total Liabilities	115,098	122,966
Shareholders' Equity		
Common stock, $2 par value; authorized 10,000,000 shares; issued and outstanding 1,817,662 and 1,817,662 shares, respectively	3,635	3,635
Surplus	13,879	13,854
Accumulated Deficit	(1,696)	(1,786)
Accumulated other comprehensive income (loss)	30	9
Total Shareholders' Equity	15,848	15,712
Total Liabilities and Shareholders' Equity	$ 130,946	$ 138,678

New Jersey Community Bank

Statements of Income

(dollars in thousands, except per share data)
(unaudited)

	Three Months Ended March 31,	
	2013	**2012**
Interest Income		
Loans receivable, including fees	$ 1,324	$ 1,339
Investment securities	64	101
Federal funds sold and interest-bearing deposits with banks	9	8
Due from banks - interest bearing	12	11
Total Interest Income	1,409	1,459
Interest Expense		
Deposits	267	351
Net Interest Income before Provision for Loan Loss	1,142	1,108
Provision for Loan Loss	35	45
Net Interest Income after Provision for Loan Loss	1,107	1,063
Non-Interest Income		
Fees and service charges on deposit accounts	59	90
Loan fee income	3	3
All other income	24	10
Total Non-Interest Income	86	103
Non-Interest Expense		
Salaries and employee benefits	593	564
Occupancy and equipment	185	190
Data processing services	43	40
Professional and other fees	86	65
Advertising and promotion	6	12
Federal insurance assessment	29	29
Other operating expenses	89	75
Total Non-Interest Expenses	1,031	975
Income Before Income Tax Expense	162	191
Income tax expense	72	83
Net Income	$ 90	$ 108
Income per share:		
Basic and diluted	$ 0.05	$ 0.06
Weighted average number of common shares outstanding		
Basic and diluted	1,818	1,818

New Jersey Community Bank

Analysis of Average Balance Sheet and Net Interest Income

	For the Three Months Ended					
	March 31, 2013			March 31, 2012		
	Average Balance	Interest	Average Rate	Average Balance	Interest	Average Rate
Interest Earning Assets:						
Loans	$ 91,315	$ 1,324	5.88%	$ 87,851	$ 1,339	6.13%
Investment securities	13,991	64	1.83%	19,703	101	2.05%
Federal funds sold and interest-bearing deposits with banks	16,485	9	0.22%	15,747	8	0.20%
Due from banks - time deposits	8,155	12	0.60%	6,783	11	0.65%
Total interest-earning assets	129,946	1,408	4.39%	130,084	1,459	4.51%
Allowance for loan loss	(1,214)			(1,115)		
Cash and due from banks - non-interest bearing	1,305			1,356		
All other assets	5,485			3,927		
Total assets	$ 135,522			$ 134,252		
Interest Bearing Liabilities:						
Deposits:						
Savings, NOW and money market	$ 42,201	54	0.52%	$ 40,363	82	0.81%
Time deposits $100M and over	50,629	145	1.16%	48,855	178	1.47%
Time deposits, other	18,434	68	1.50%	22,734	91	1.61%
Total interest-bearing deposits	111,264	267	0.97%	111,952	351	1.26%
Demand	7,985			6,511		
Other liabilities	482			396		
Total liabilities	119,731			118,859		
Stockholders' equity	15,791			15,393		
Total liabilities & stockholders' equity	$ 135,522			$ 134,252		
Net interest income		$ 1,142			$ 1,108	
Average interest rate spread			3.42%			3.25%
Net interest margin			3.56%			3.42%