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FOR IMMEDIATE RELEASE

New Jersey Community Bank Reports First Quarter 2011 Results

FREEHOLD, NJ, April 21, 2011 – New Jersey Community Bank (OTCBB: NJCB) (the “Bank”) reported net income of \$142 thousand, or \$0.09 per common share for the three months ended March 31, 2011, compared with a net loss of \$112 thousand, or \$0.07 per common share, for the same period in the prior year.

Robert D. O’Donnell, Chairman and CEO commented that, “Our first quarter 2011 earnings, net interest margin and asset quality remains resilient throughout this unsettled economic environment. However, with the signs of modest recovery, we are cautiously optimistic that we will remain profitable as we navigate through year 2011.”

James A. Kinghorn, President and COO noted that, "During the quarter, we continued to wrestle with prolonged low level of interest rates and intense competition for new loans. Despite these challenges, we were able to report improved operating results year over year. Though the new loan demand has softened but our “approved but unfunded” loan pipeline remains healthy and credit metrics are strong. Our emphasis will continue to be on lending, focusing primarily on commercial mortgage, construction and business loan sectors.”

Balance Sheet Summary

At March 31, 2011, total assets were \$122.9 million, an increase of \$10.3 million, or 9.2%, over \$112.6 million reported at December 31, 2010, primarily as a result of increases in total cash and cash equivalents and loans receivable, partially offset by a slight decrease in due from banks time deposits. Total cash and cash equivalents increased \$8.8 million, or 122.6%, to \$16.0 million at March 31, 2011, from \$7.2 million at December 31, 2010, primarily due to increase in total deposits.

Investment securities were almost unchanged at March 31, 2011 when compared to December 31, 2010. Total loans receivable increased \$3.0 million, or 3.6%, to \$87.7 million at March 31, 2011, from \$84.7 million reported at December 31, 2010. The increase in loans receivable was funded utilizing the liquidity arising from the growth in deposits.

Total deposits grew by \$10.1 million, or 10.3%, to \$108.0 million during the first quarter of year 2011. Of the total increase, time deposits increased \$9.8 million or 97.0%, while non-interest bearing, savings, NOW and money market deposits combined increased \$0.3 million, or 3.0%. Shareholders' equity totaled \$14.7 million as of March 31, 2011. The Bank’s capital ratios exceed the regulatory requirements of a well capitalized financial institution.

Results of Operations

For the quarter ended March 31, 2011, net interest income totaled \$1.1 million, increasing \$430 thousand over the same period in the prior year. The increase in net interest income was primarily due to a combination of both a \$23.4 million increase in average earning assets coupled with 51 basis points increase in average yield on earning assets. During the first quarter, interest bearing liabilities increased \$21.3 million; while the yield on the interest bearing liabilities declined 49 basis points.

Net interest margin improved to 4.04% for the quarter ended March 31, 2011, an increase of 95 basis points over the comparable quarter in 2010.

The provision for loan loss was \$95 thousand for the first quarter 2011, a decrease of \$18 thousand compared to a year-ago quarter. The allowance for loan loss at period-end was \$1.1 million, or 1.22% of total loans. Mr. Kinghorn noted, "We monitor the adequacy of the allowance for loan loss on an ongoing basis and consider the current level of the allowance for loan loss to be adequate."

Non-interest income increased moderately to \$94 thousand for the quarter ended March 31, 2011 compared with \$91 thousand for the same quarter in the prior year. Majority of such increase is directly related to the increase in fees and service charges on deposit accounts.

Non-interest expense totaled \$849 thousand for the quarter ended March 31, 2011, an increase of \$92 thousand from year-ago quarter, primarily due to the growth of the bank. Of the total increase, salaries and employee benefits increased \$41 thousand, professional fees increased \$19 thousand and all other expenses combined increased \$30 thousand.

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 two full-service banking offices in the central New Jersey county of Monmouth. 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.

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Source: New Jersey Community Bank

New Jersey Community Bank

Selected Financial Highlights

(unaudited)

	As of or for the Quarters Ended				
	3/31/2011	12/31/2010	9/30/2010	6/30/2010	3/31/2010
<i>(in thousands, except per share and percentage data)</i>					
Summary of Operations:					
Interest income	\$ 1,439	\$ 1,383	\$ 1,294	\$ 1,177	\$ 1,022
Interest expense	335	355	388	364	349
Net interest income	1,104	1,027	906	813	673
Provision for loan loss	95	141	115	103	113
Net interest income after provision for loan loss	1,009	886	791	710	560
Non-interest income	94	124	101	96	91
Non-interest expense	849	864	790	790	763
Income before income tax (benefit) expense	254	147	101	16	(112)
Income tax (benefit) expense	112	(1,190)	-	5	-
Net income (loss)	\$ 142	\$ 1,337	\$ 101	\$ 11	\$ (112)
Earnings (loss) per share:					
Basic	\$ 0.09	\$ 0.81	\$ 0.06	\$ 0.01	\$ (0.07)
Diluted	0.09	0.81	0.06	0.01	(0.07)
Book value per share	8.94	8.83	8.05	7.95	7.90
Average shares outstanding	1,649	1,649	1,649	1,649	1,649
Average diluted shares outstanding	1,649	1,649	1,649	1,649	1,649
Selected Financial Ratios:					
Return on average assets	0.49%	4.89%	0.37%	0.04%	-0.49%
Return on average common equity	3.86%	39.99%	3.07%	0.34%	-3.41%
Average equity to average assets	12.74%	12.23%	11.99%	13.00%	14.40%
Risk-based capital:					
Total risk-based capital ratio	15.80%	15.65%	16.14%	17.04%	18.24%
Tier 1 risk-based capital ratio	14.68%	14.61%	15.10%	15.97%	17.22%
Tier 1 leverage capital ratio	12.19%	12.69%	12.02%	13.04%	14.32%
Financial Condition:					
Total assets	\$ 122,898	\$ 112,565	\$ 112,173	\$ 105,244	\$ 94,210
Loans, net of unearned income	87,713	84,693	78,600	73,534	68,421
Deposits	107,984	97,855	98,730	91,938	81,085
Shareholder's equity	14,738	14,554	13,267	13,114	13,034

New Jersey Community Bank

Statements of Financial Condition

(dollars in thousands)

	March 31,	December 31,
	2011	2010
Assets	(unaudited)	
Cash and due from banks - non-interest bearing	\$ 1,090	\$ 1,341
Federal funds sold and interest-bearing deposits with banks	14,948	5,865
Total Cash and Cash Equivalents	16,038	7,206
Due from banks - time deposits	3,421	4,659
Investment Securities:		
Available-for-sale	11,385	11,381
Held-to-maturity	1,221	1,220
Total Investment Securities	12,606	12,601
Loans Receivable, net of unearned income	87,713	84,693
Less: Allowance for loan losses	(1,070)	(975)
Net Loans	86,643	83,718
Premises and equipment, net	2,488	2,534
Accrued interest receivable	303	304
Deferred tax assets	1,078	1,190
Other assets	321	353
Total Assets	\$ 122,898	\$ 112,565
Liabilities and Shareholders' Equity		
Liabilities		
Deposits:		
Non-interest bearing	\$ 5,888	\$ 5,709
Savings, NOW and money market	29,874	29,740
Time deposits \$100M and over	49,653	41,110
Time deposits, other	22,569	21,296
Total Deposits	107,984	97,855
Accrued interest payable	9	12
Other liabilities	167	144
Total Liabilities	108,160	98,011
Shareholders' Equity		
Common stock, \$2 par value; authorized 10,000,000 shares;		
issued and outstanding 1,648,783 shares	3,298	3,298
Surplus	13,562	13,519
Accumulated Deficit	(2,059)	(2,201)
Accumulated other comprehensive (loss) income	(63)	(62)
Total Shareholders' Equity	14,738	14,554
Total Liabilities and Shareholders' Equity	\$ 122,898	\$ 112,565

New Jersey Community Bank

Statements of Operations

(in thousands, except per share data)

	Three Months Ended	
	March 31,	
	2011	2010
Interest Income	(unaudited)	
Loans receivable, including fees	\$ 1,350	\$ 962
Investment securities	77	47
Federal funds sold and interest-bearing deposits with banks	3	7
Due from banks - interest bearing	9	6
Total Interest Income	<u>1,439</u>	<u>1,022</u>
Interest Expense		
Deposits	<u>335</u>	<u>349</u>
Total Interest Expense	<u>335</u>	<u>349</u>
Net Interest Income before Provision for Loan Loss	<u>1,104</u>	<u>673</u>
Provision for Loan Loss	<u>95</u>	<u>113</u>
Net Interest Income after Provision for Loan Loss	<u>1,009</u>	<u>560</u>
Non-Interest Income		
Fees and service charges on deposit accounts	81	78
Loan fee income	5	4
All other income	8	9
Total Non-Interest Income	<u>94</u>	<u>91</u>
Non-Interest Expense		
Salaries and employee benefits	488	446
Occupancy and equipment	156	148
Data processing services	31	26
Professional and other fees	57	38
Advertising and promotion	9	1
Federal insurance assessment	43	30
Other operating expenses	65	74
Total Non-Interest Expenses	<u>849</u>	<u>763</u>
Income (Loss) Before Income Tax Benefit	<u>254</u>	<u>(112)</u>
Income tax expense	112	-
Net Income (Loss)	<u>\$ 142</u>	<u>\$ (112)</u>
Income (Loss) per share:		
Basic and diluted	\$ 0.09	\$ (0.07)
Weighted average number of common shares outstanding		
Basic and diluted	1,649	1,649