



Town Bank Announces Year End Financial Performance

Announces Fourth Quarter Earnings

For Immediate Release

WESTFIELD, N.J./EWORLDWIRE/Feb. 8, 2005 --- Town Bank Of Westfield (OTCBB: TBWN) ;

To Our Shareholders, from Joseph O'Sullivan, Chairman and Robert Dowens, President.

We are pleased to report that for the year ended December 31, 2004, your Bank recorded net income of \$1,364,000 or \$0.74 per basic and \$0.72 per diluted common share compared to net income of \$698,000 or \$0.52 per basic and \$0.51 per diluted common share a year ago. For the three months ended December 31, 2004, your Bank recorded net income of \$437,000 or \$0.24 per basic and \$0.23 per diluted share. For the same period one year ago, net income amounted to \$193,000 or \$0.10 per basic and diluted common share. This significant achievement is attributable to a higher level of net interest income as a result of our growth.

At December 31, 2004 our total assets amount to \$126,076,000 as compared to \$103,072,000 recorded one year ago on December 31, 2003; reflecting a growth of \$23,004,000 or 22.3%. Total deposits grew to \$109,635,000 as of December 31, 2004 from \$89,628,000 at December 31, 2003, resulting in an increase of \$20,007,000 or 22.3%. Loans outstanding rose from \$79,692,000 to \$109,924,000 representing an increase of \$30,232,000 or a growth of 37.9%.

We are also pleased to share with you that The Town Bank has been rated "5 stars" by BauerFinancial Inc., the nation's leading independent bank rating firm, giving your Bank the distinction of being one of the strongest banks in the nation. While this rating is based on the evaluation of recent financial data, this recognition could not have been accomplished without the support of our Staff, Board of Directors, Advisory Board Members, and you our valued shareholders.

We look forward to providing you details of your Bank's financial performance in our annual report scheduled to be mailed on or about April 1, 2005. We thank you for your ongoing support and confidence in The Town Bank and look forward to seeing you on April 28, 2005 at our Annual Shareholders Meeting. On behalf of the Directors, Officers and Employees we wish you a happy, healthy and prosperous New Year.

The Town Bank
Balance Sheets
(in thousands, except share amounts)

(unaudited)

| | December 31, 2004 | 2003 |
|---|----------------------|------|
| ASSETS | | |
| Cash and due from banks | \$ 1,376 | \$ |
| 1,665 | | |
| Federal funds sold and other short term investments | - | |
| 3,590 | | |

| | | |
|--|------------|------------|
| Investment securities available for sale 17,013 | 12,907 | |
| Loans, net of unearned fees/costs 79,692 | 109,924 | |
| less: Allowance for loan losses (801) | (1,186) | |
| Net loans | 108,738 | 78,891 |
| Premises and equipment, net 1,351 | 1,924 | |
| Other assets | 1,131 | 562 |
| Total Assets | \$ 126,076 | \$ 103,072 |

LIABILITIES AND SHAREHOLDERS' EQUITY

Liabilities

Deposits:

| | | |
|---|-----------|-----------|
| Non-interest bearing | \$ 17,827 | \$ 15,193 |
| Interest bearing | 91,808 | 74,435 |
| Total deposits | 109,635 | 89,628 |
| Short term borrowings | 1,430 | 171 |
| Accrued expenses and other liabilities 262 | 528 | |
| Total Liabilities | 111,593 | 90,061 |

Shareholders' Equity

Common stock (\$5.00 par value per share, authorized 3,000,000 shares at December 31, 2004 and 2003; 1,869,302 shares issued and outstanding at December 31, 2004 and 1,851,012 issued and outstanding at December 31, 2003)

| | | |
|---|------------|---------|
| 9,255 | 9,346 | |
| Additional paid-in capital | 5,506 | 5,415 |
| Accumulated deficit | (308) | (1,672) |
| Accumulated other comprehensive (loss) income 13 | (61) | |
| Total Shareholders' Equity 13,011 | 14,483 | |
| Total Liabilities And Shareholders' Equity 103,072 | \$ 126,076 | \$ |

Income Statements
(in thousands, except share amounts)
(unaudited)

For the year ended
December 31,
2004

| | | | |
|---------------------------|----------|------|----------|
| Interest income | \$ 6,317 | 2003 | \$ 4,835 |
| Interest expense | 1,832 | | 1,570 |
| Net interest income | 4,485 | | 3,265 |
| Provision for loan losses | 385 | | 191 |

| | | |
|--|-----------|---------|
| Net interest income after provision for loan losses 3,074 | 4,100 | |
| Non interest income | 136 | 242 |
| Non interest expense | 2,788 | 2,542 |
| Income before income taxes 774 | 1,448 | |
| Income taxes | 84 | 76 |
| Net income | \$ 1,364 | \$ 698 |
| Net income per share - basic | \$ 0.74 | \$ 0.52 |
| Net income per share - diluted 0.51 | \$ 0.72 | \$ |
| Average shares outstanding - basic 1,348,000 | 1,852,000 | |
| Average shares outstanding - diluted 1,367,000 | 1,905,000 | |

2004 The above share figures have been restated for the 5% stock distribution paid on June 1,

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KEYWORDS: Westfield, New Jersey, TBWN, Bank, Banking, The Town Bank; Year End Results

SOURCE: Town Bank