



MADISON NATIONAL BANCORP, INC. RECEIVES REGULATORY AND SHAREHOLDER APPROVAL

Melville, N.Y. – (Business Wire) – February 2, 2012 – Madison National Bancorp, Inc. (the “Company”) (stock symbol MNBZ, OTCBB) today announced that FNBNY Bancorp, Inc. (FNBNY) and the Company have received all necessary regulatory and stockholder approvals for the completion of the merger of the Company and FNBNY. The closing of the merger is expected to be completed in the first quarter of 2012.

Further, on January 31, 2012, the Company executed an amendment to the Merger Agreement whereby the parties agreed that the per share merger consideration shall be fixed at \$9.09 per share, thus eliminating a possible price adjustment for certain net loan losses and mark-to-market adjustments. Additionally, in order to effect the merger closing and comply with the customary post-approval regulatory waiting period, the Company agreed to waive its right to terminate the Merger Agreement until February 29, 2012.

Following the merger, Madison National Bank will continue to operate as a full service banking subsidiary of FNBNY. No branch closings are expected in connection with the merger and it is expected that the majority of Madison’s executive officers and staff will remain with the Bank. Daniel L. Murphy, current Chief Executive Officer of the Bank, will continue as Chief Executive Officer of FNBNY’s banking subsidiary which will be renamed First National Bank of New York.

About Madison National Bank

Madison National Bank is a locally owned and operated commercial bank, focusing on highly personalized and efficient services and products, responsive to local needs. Management and the Board of Directors is comprised of a select group of successful local businessmen and women who are committed to the success of the Company by knowing and understanding Long Island’s financial needs and opportunities. Backed by state-of-the art technology, Madison offers a full range of modern financial services. Madison employs a complete suite of consumer and commercial banking products and services, including multifamily and commercial mortgages, construction loans, home equity lines of credit, business loans and lines of credit. Madison also offers 24-hour ATM service with no fees attached, free checking with interest, telephone banking, the most advanced technologies in internet banking for our consumer and business customers, safe deposit boxes and much more. Madison National Bank maintains its corporate offices in Melville, New York and currently operates three New York branch offices in Merrick, Melville, and Massapequa. Madison National Bank is a member of the Federal Deposit

Insurance Corporation and is an Equal Housing/Equal Opportunity Lender. For further information, call 631-348-6999 or visit the Company's website at www.madisonnational.com.

Forward-Looking Statements

This news release contains certain forward-looking statements about the proposed merger of Madison and FBNBY. This release may also contain certain "forward looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995, and may be identified by the use of such words as "may," "believe," "expect," "anticipate," "should," "plan," "estimate," "predict," "continue," and "potential" or the negative of these terms or other comparable terminology. Examples of forward-looking statements include, but are not limited to, estimates with respect to the financial condition, results of operations and business of Madison National Bank. Any or all of the forward-looking statements in this release and in any other public statements made by Madison National Bank may turn out to be incorrect. They can be affected by inaccurate assumptions Madison National Bank might make or by known or unknown risks and uncertainties. Consequently, no forward-looking statement can be guaranteed. Madison National Bank does not intend to update any of the forward-looking statements after the date of this release or to conform these statements to actual events.

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