



MADISON NATIONAL BANCORP, INC. DECLARES A 10% STOCK DIVIDEND

Hauppauge, New York, (June 18, 2009) (Business Wire) –Madison National Bancorp, Inc., (the “Company”) (stock symbol MNBZ, OTCBB), the parent company of Madison National Bank, today declared a 10% stock dividend on the Company’s outstanding common stock in the form of a stock dividend. The stock dividend will be paid on June 30, 2009 to stockholders of record as of June 18, 2009.

In a joint statement, Co-Chairmen Daniel L. Murphy & Michael P. Puorro stated, “We are pleased to reward our shareholders with this 10% stock dividend. We continually strive to increase shareholder value and we believe that investors may benefit over time from the increased liquidity that our stock dividend will provide.” They also went on to say, “The 10% stock dividend is clearly indicative of the Board’s continued confidence in Madison National Bank. We are pleased to be able to take this action on behalf of our shareholders, many of whom have been loyal supporters and investors from the Bank’s inception.”

Madison National Bank is a national banking association that commenced business on February 27, 2007. The Bank’s administrative offices are located at 888 Veterans Memorial Highway, Hauppauge, New York. Its branch offices are located at 2222 Merrick Road, Merrick, NY and 859 Walt Whitman Road (Route 110), Melville, New York.

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 release may 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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Co-Chairman & President

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