



FOR IMMEDIATE RELEASE

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Stonebridge Financial Corp. Receives \$10.97 Million Investment From the U.S. Treasury's Capital Purchase Program

WEST CHESTER, Pa., January 26, 2009 -- Stonebridge Financial Corp., the parent company of Stonebridge Bank™, announced that it has received a \$10.97 million investment from the United States Department of Treasury under the Capital Purchase Program ("CPP"). The CPP is a voluntary program designed to provide capital to healthy, well managed financial institutions in order to increase the availability of credit to businesses and individuals and help stabilize the U.S. financial system. The \$10.97 million in Senior Preferred shares represents 3% of the Company's risk weighted assets as of September 30, 2008. The Company expects to utilize the majority of the funds to meet the credit needs of its customers and communities with some funds retained for general corporate purposes.

Joseph C. Spada, President & CEO, commented, "While the CPP is voluntary and these funds will further strengthen Stonebridge Bank's capital and liquidity position, I believe that our participation in the program will further enhance our ability to provide credit to businesses and consumers throughout the communities we serve during this time of financial uncertainty."

The Senior Preferred shares pay a dividend of 5% for each of the first five years of the investment and a 9% dividend thereafter, unless the Company redeems the shares. In conjunction with the purchase of the Senior Preferred shares, the U.S. Treasury received and exercised a Warrant to purchase \$549,000 of a separate class of Senior Preferred shares, at a nominal price. The Senior Preferred shares issued as a result of the Warrant pay a dividend of 9%.

Cautionary Statement

This news release may contain "forward-looking statements" made pursuant to the safe harbor provisions of the Private Securities Litigation Act of 1995, such as statements of the Corporation's goals, targets, plans, expectations, projections, estimates and intentions. Stonebridge Financial Corp. cautions potential investors that results and events subject to forward-looking statements could differ materially due to the following factors: possible changes in economic and business conditions, possible changes in monetary and fiscal policies, laws and regulations; possible changes in credit worthiness of customers and the possible impairment of loans; the effects of changing interest rates and other risks and factors.

About Stonebridge Financial Corp.

Stonebridge Bank™ is positioned as the Delaware Valley's Local Internet Bank™, combining community banking with advanced online technology. Based in West Chester, PA, Stonebridge Bank™ serves banking customers through its four full-service banking offices in West Chester, Exton, Warminster and Blue Bell, Pennsylvania, and a loan production office in Bel Air, MD. In addition, Stonebridge Bank™ offers customers around the nation a complete range of retail banking services through its website, www.stonebridgebank.com.

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