

2016 Annual Shareholders Meeting

May 10, 2016

ENB Financial Corp

Agenda

- Welcome
- Reading of the Minutes
- Certify Voting Activity
- Vote on Matters of the Proxy Statement
- Discussion of Company Condition
  - President's Remarks
  - Financial Review
- Questions & Answers
- Voting Results
- Adjournment

Presenters

- Aaron L. Groff, Jr.
  - President, CEO and Board Chairman – ENB Financial Corp and Ephrata National Bank
- Barry W. Harting
  - Vice President and Corporate Secretary – ENB Financial Corp
  - Senior Vice President and Chief Risk Officer – Ephrata National Bank
- Scott E. Lied
  - Treasurer – ENB Financial Corp
  - Senior Vice President and Chief Financial Officer – Ephrata National Bank

Meeting Certification

Presented by: Barry W. Harting

Corporate Secretary - ENB Financial Corp

Matters of Proxy

Proxy Holders

1. Elect three (3) Class A directors to serve a 3-year term
2. Approve and adopt an amendment to Article 7 of the Articles of Incorporation to eliminate cumulative voting in the election of directors
3. Conduct a non-binding shareholder vote on the resolution to approve executive compensation
4. Transact other business

Matters of Proxy

1. Elect three (3) Class A directors to serve a 3-year term

Election of Directors – Class A
Aaron L. Groff, Jr.
Dr. Brian K. Reed
Paul M. Zimmerman, Jr.

Current Directors

Continuing Directors – Class B
Willis R. Lefever
Donald Z. Musser
Judith A. Weaver

Continuing Directors – Class C
Susan Y. Nicholas
Mark C. Wagner
Paul W. Wenger

Voting Process

Presented by: Barry W. Harting

Corporate Secretary - ENB Financial Corp

Voting Process

Proxy Holders

- Janice S. Eaby
- John H. Shuey

Judges of Election

- Richard H. Binner
- Roger S. Kline
- John L. Weber

President's Remarks

Presented by: Aaron L. Groff, Jr.

President & CEO - ENB Financial Corp

Dedication


dedication
ENB
ENB Financial Corp
2015 Annual Report
you'll feel the difference

Mission Statement

- To remain an independent community bank of undisputed integrity, serving the communities of Lancaster County and beyond.
- To offer state-of-the-art financial products and services of high quality and value at an affordable price.
- To provide unsurpassed personal service, delivered by a highly dedicated professional team.

Strategic Objectives

1. Develop & Execute a Growth Strategy
2. Attract, Retain, Develop & Reward Employees
3. Leverage Technology
4. Take Advantage of Market Disruption
5. Opportunistic Mergers & Acquisitions

Growth

Morgantown Office







Growth

Georgetown Drive-up Facility



Leveraging Technology

ENB Deposit on the Go!



Vision Statement

To help clients achieve financial success *as defined by them* by discovering their goals and dreams in order to provide helpful advice. We want:

- Our employees to find fulfillment in their work through professional growth, recognition, achievement and customer accolades;
- Our customers to achieve their financial goals as defined by them;
- Our shareholders to receive a fair return on their investment and pride in their ownership of ENB; and
- Our communities to benefit from our prosperity so that citizens living within them can enjoy a better quality of life.

Financial Condition

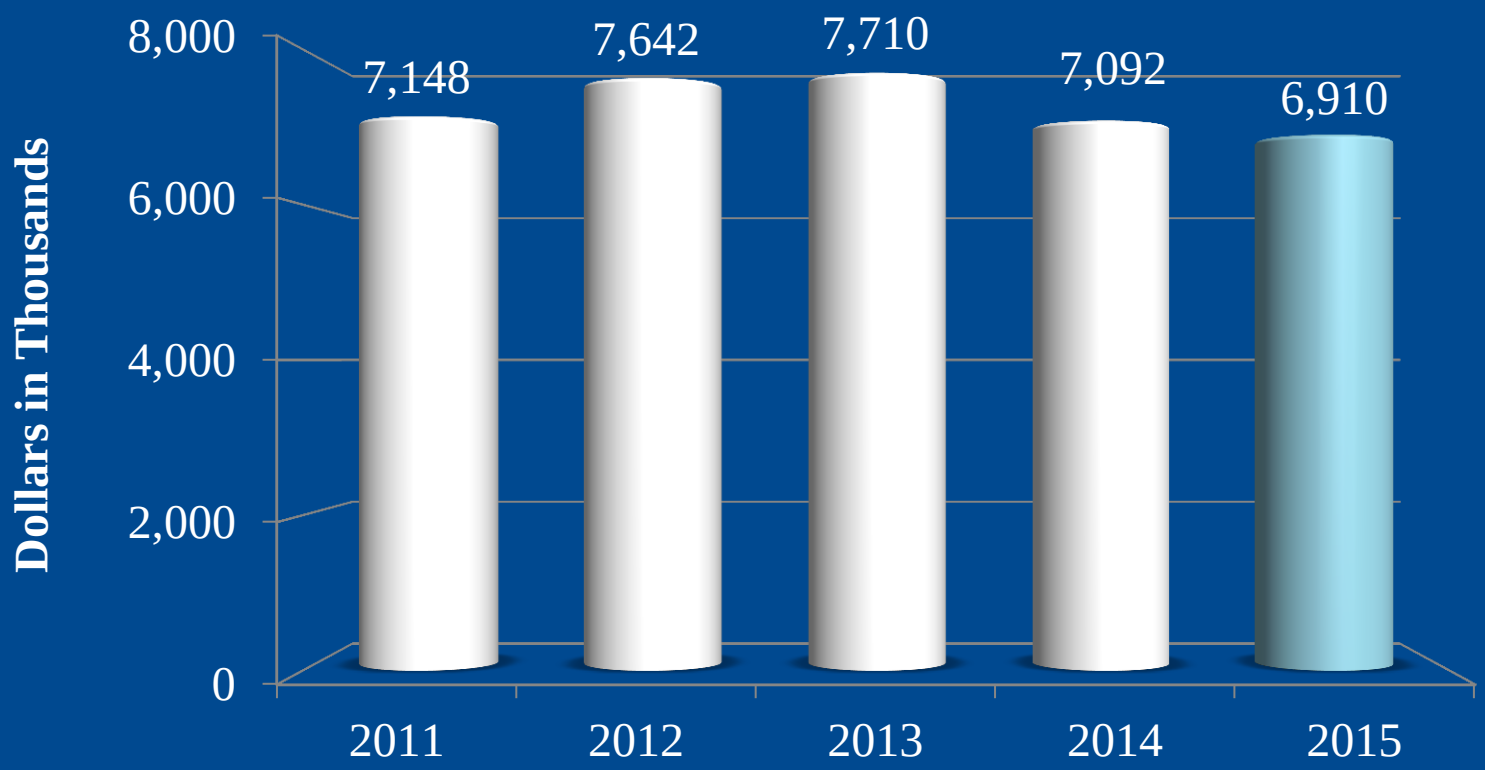
Presented by: Scott E. Lied

Treasurer - ENB Financial Corp

Disclosures

- Unaudited Financial Information
  - Some of the following slides do present financial information that is unaudited. Therefore, this information is subject to adjustments that could be necessary upon completion of the annual audit.
- Forward Looking Statements
  - Some of the material and/or language used in this presentation would be considered as a forward looking statement. Management is not obligated to update these forward looking statements.

Net Income


Dollars in Thousands
8,000
6,000
4,000
2,000
0
7,148
7,642
7,710
7,092
6,910
2011
2012
2013
2014
2015

Significant Items

Dollars in Thousands	2015 $	2014 $	Incr./Decr. $	Incr./Decr. %
Net Interest Income	**23,098**	22,461	637	2.8
Provision for Loan Loss	**150**	(50)	200	N/A
Other Income	**7,215**	6,439	776	12.1
Security Gains	**2,840**	3,109	(269)	-8.7
Operating Expense	**24,735**	23,421	1,314	5.6

Mortgage Portfolio

Dollars in Millions	2015 $	2014 $	Increase $	Increase %
Production:				
Originations	**65.0**	31.9	33.1	103.8
Mortgage Balances:				
Total Mortgage Held Balance	**109.1**	100.5	8.6	8.6
Adjustable Rate Mortgages	**18.7**	5.5	13.2	240.0

Mortgage Income

Dollars in Thousands	2015 $	2014 $	Increase $	Increase %
Mortgage Gains	**805.6**	414.4	391.2	94.4
Mortgage Fee Income	**524.6**	202.2	322.4	159.4

Performance Ratios

	2015 %	2014 %
Return on Average Assets (ROA)	**0.79**	0.84
Return on Average Equity (ROE)	**7.38**	7.98
Net Interest Margin	**3.07**	3.10
Efficiency Ratio	**76.86**	76.11

Per Share Data

	2015	2014
Earnings Per Share	**$2.42**	$2.48
Dividends Per Share	**$1.08**	$1.07
Dividend Payout Ratio	**44.6%**	43.2%

Peer Analysis – Performance*

Measurement	ENBP %	PA Bank Peer %
Return of Average Assets (LTM)	**0.79**	0.82
Return on Average Equity (LTM)	**7.40**	7.70
Price to Earnings (LTM)	**13.40**	12.60
Price to Tangible Book	**0.97**	1.09
Dividend Yield (LTM)	**3.32**	2.99

*Data as of December 31, 2015 from Boenning & Scattergood, Inc., Q4 2015 Mid-Atlantic Regional Bank & Thrift Review

Peer Analysis – Performance*

Measurement	ENBP %	PA Bank Peer %
Capital to Assets	**10.50**	10.10
Non-Performing Assets/Total Assets	**0.04**	0.88
Allowance for Loan Losses/Total Loans	**1.36**	1.13

*Data as of December 31, 2015 from Boenning & Scattergood, Inc., Q4 2015 Mid-Atlantic Regional Bank & Thrift Review

Balance Sheet Growth

- Total Loans up $49.1 million (10.4%)
- Total Assets up $48.4 million (5.6%)
- Total Deposits up $40.4 million (5.8%)
- Total Capital up $2.3 million (2.5%)

First Quarter Results
(Unaudited)

First Quarter 2016 vs. First Quarter 2015

- Earnings: $1.91 million, 30.4% increase
- Provision for Loan Losses: $(50,000) vs. $200,000
- Security Gains: $728,000 vs. $561,000
- Other Operating Expense $6,482,000 vs. $6,150,000
- Includes $430,000 of CoBank Amortization

Financial Challenges

2016

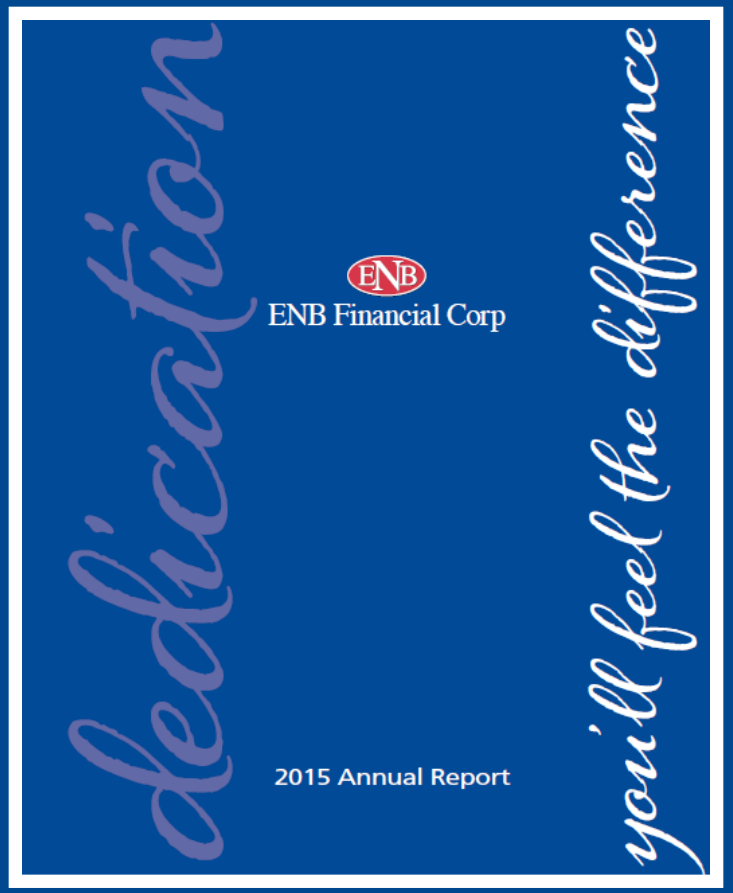
- Delayed Federal Reserve Rate Action
- Growth & Expansion Expenses
- New Market Participants

Financial Opportunities

2016

- Significant Market Disruption
- Increased Core Earnings – Margin Improvement
- Significant Loan Growth – Asset Reallocation
- Increased Mortgage Income

Questions & Answers



Voting Results

Presented by: Barry W. Harting

Corporate Secretary - ENB Financial Corp

We Care

Presented by: Aaron L. Groff, Jr.

President & CEO - ENB Financial Corp

Adjournment

Thank you!