

National Penn Bancshares, Inc. (NASDAQ: NPBC) repurchases 7,000,000 shares of common stock from Warburg Pincus LLC

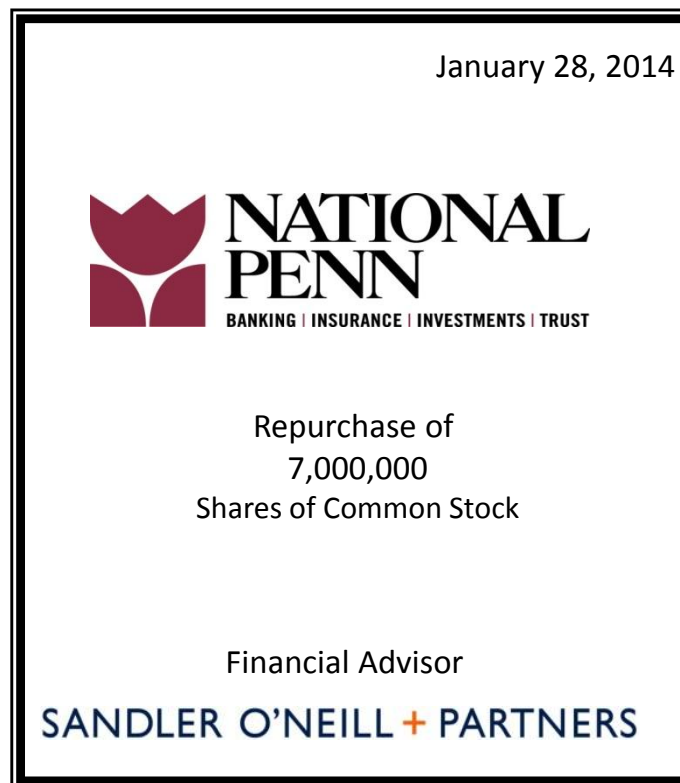
Sandler O'Neill served as financial advisor to National Penn Bancshares, Inc. in connection with the transaction. Sandler O'Neill also advised National Penn Bancshares, Inc. on Warburg Pincus' initial \$150 million investment which was announced in October, 2010.

**About the Transaction:**

On January 28, 2014, National Penn Bancshares, Inc. (Nasdaq: NPBC) announced the repurchase of 7 million shares or approximately 27% of the outstanding common shares owned by Warburg Pincus. The shares were purchased at yesterday's closing price of \$10.77. Warburg Pincus maintains a 13.6% position in National Penn.

"The deployment of this \$75.4 million of excess capital is part of our previously announced capital management strategy," said Scott V. Fainor, president and CEO of National Penn. "Our relationship with Warburg Pincus remains strong, and we look forward to their ongoing ownership in our company as we continue to focus on enhancing long term shareholder value."

"Since our initial investment in 2010, we have been pleased with National Penn's management team and its ability to generate shareholder value. We continue to view the company as a long-term investment and we look forward to participating in the company's future success," said Michael Martin, Managing Director and Head of Warburg Pincus' financial services group.



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