INVESTOR PRESENTATION

SECOND QUARTER FISCAL 2024

JANUARY 25, 2024

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Forward Looking Statements & Financial Measures

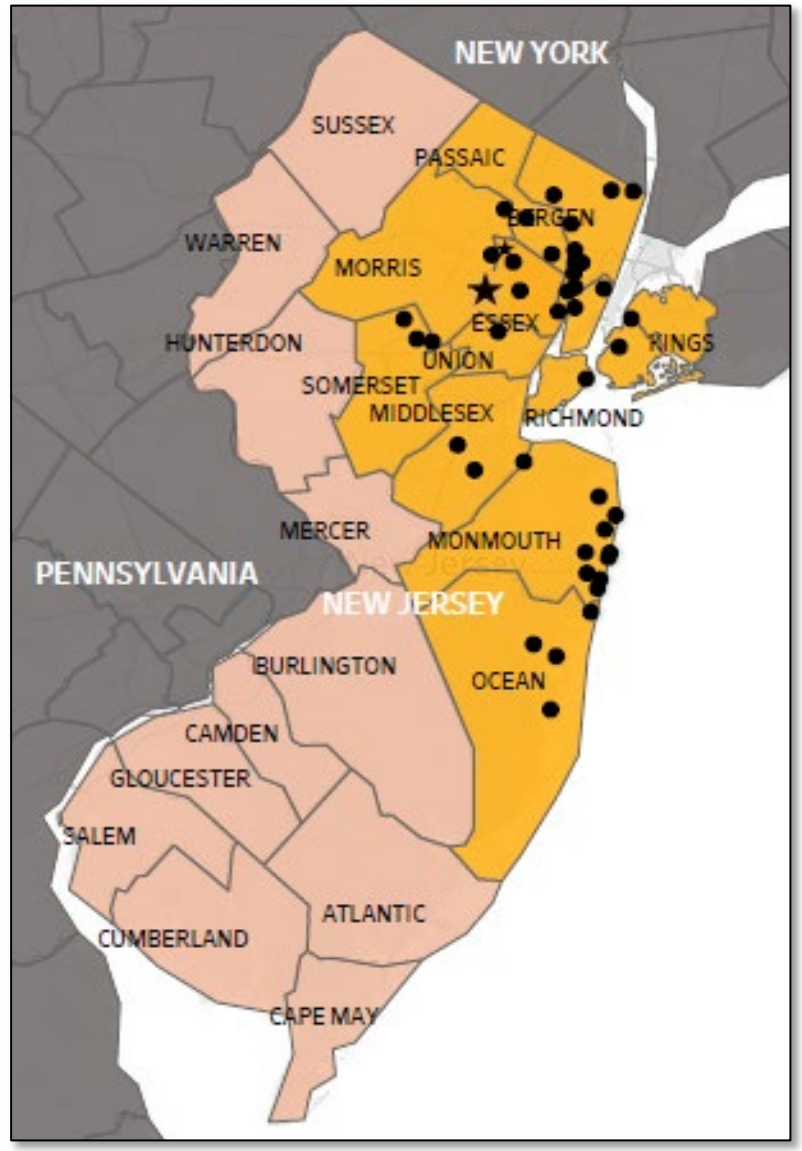
This presentation may include certain "forward-looking statements," which are made in good faith by Kearny Financial Corp. (the "Company") pursuant to the "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are subject to risks and uncertainties, such as statements of the Company's plans, objectives, expectations, estimates and intentions that are subject to change based on various important factors (some of which are beyond the Company's control). In addition to the factors described under Item 1A. Risk Factors in the Company's Annual Report on Form 10-K, and subsequent filings with the Securities and Exchange Commission, the following factors, among others, could cause the Company's financial performance to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward-looking statements:

- the strength of the United States economy in general and the strength of the local economy in which the Company conducts operations,
- the effects of, and changes in, trade, monetary and fiscal policies and laws, including interest rate policies of the Board of Governors of the Federal Reserve System, inflation, interest rates, market and monetary fluctuations,
- the impact of changes in laws, regulations and government policies regarding financial institutions (including laws concerning taxation, banking, securities and insurance),
- changes in accounting policies and practices, as may be adopted by regulatory agencies, the Financial Accounting Standards Board ("FASB") or the Public Company Accounting Oversight Board,
- technological changes,
- competition among financial services providers, and
- the success of the Company at managing the risks involved in the foregoing and managing its business.

The Company cautions that the foregoing list of important factors is not exhaustive. Readers should not place any undue reliance on any forward looking statements, which speak only as of the date made. The Company does not undertake any obligation to update any forward-looking statement, whether written or oral, that may be made from time to time by or on behalf of the Company.

Kearny Financial Corp.

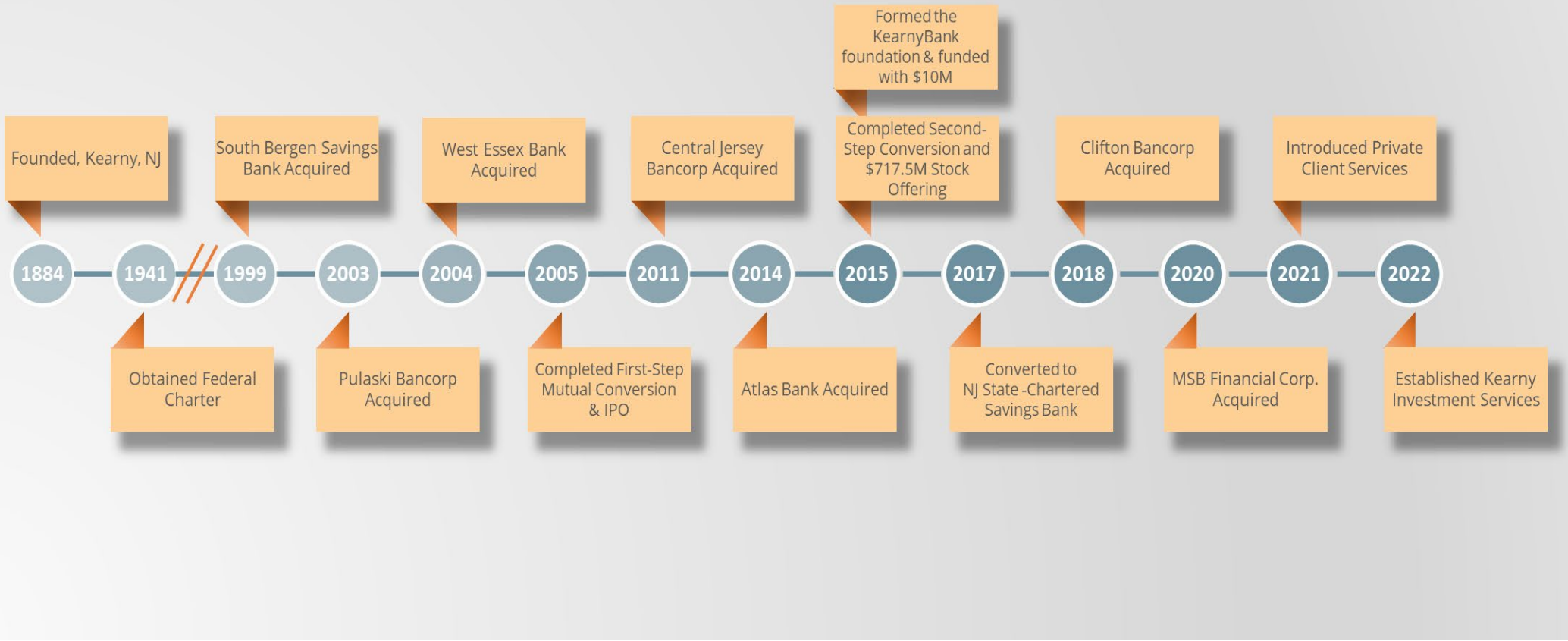
- NASDAQ: KRNY
- Market Cap: $531.7 million[1]
- Founded in 1884
- Top 10 New Jersey-based financial institution by assets
- 43 full-service branches[2] in 12 counties throughout New Jersey and New York City
- Active acquirer, having completed 7 whole-bank acquisitions since 1999



[1] As of January 23, 2024.
[2] As of December 31, 2023.
Source: S&P Global Market Intelligence & Company Filings.

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140 Years of Serving our Communities and Clients



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2Q24 Financial Highlights

Net Loss	Net Interest Income	Diluted EPS
-$9.0 million	$35.8 million	-$0.14

Total Assets	Total Loans[1]	Total Deposits
$7.9 billion	$5.7 billion	$5.3 billion

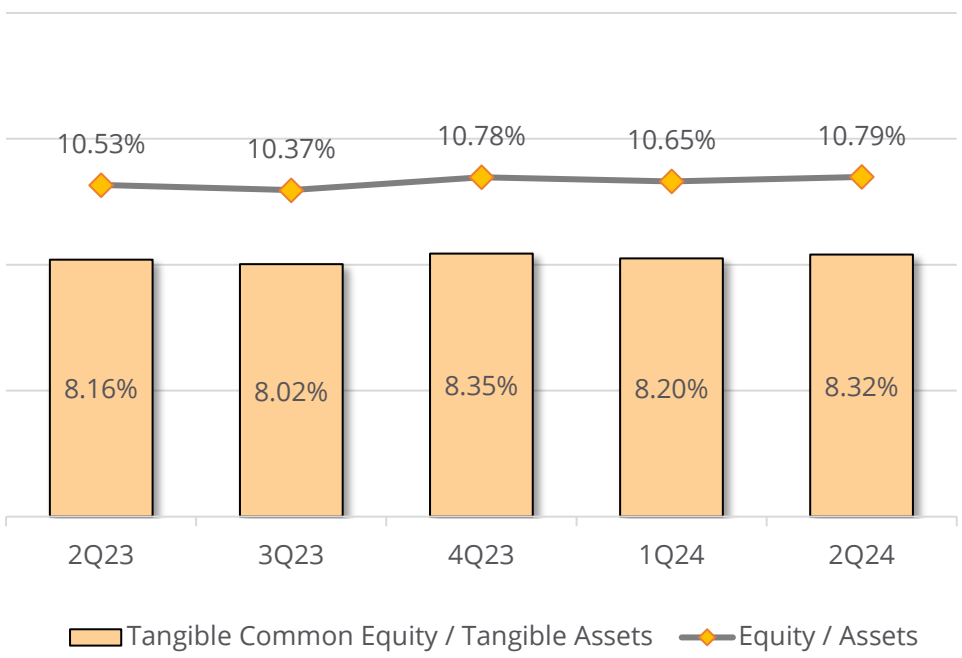
Strategic Actions Taken During the Quarter:

- Investment Securities Repositioning - Sold $122.2 million of available-for-sale debt securities. Proceeds were used to retire higher-cost wholesale funding and to reinvest into loans yielding current market rates.
- Bank-Owned Life Insurance ("BOLI") Restructuring - $103.4 million of BOLI policies yielding 2.1% were exchanged or surrendered and replaced with policies yielding 4.1%.
- Resolution of Non-performing Assets - Under contract to sell a $12.0 million Other Real Estate Owned asset and reclassified $9.7 million of non-performing commercial real estate loans to held-for-sale.
- Hedging Activities - Added cash flows swaps and interest rate floor spreads to hedge a portion of wholesale funding and mitigate the interest rate risk associated with a modest decrease in short-term rates.

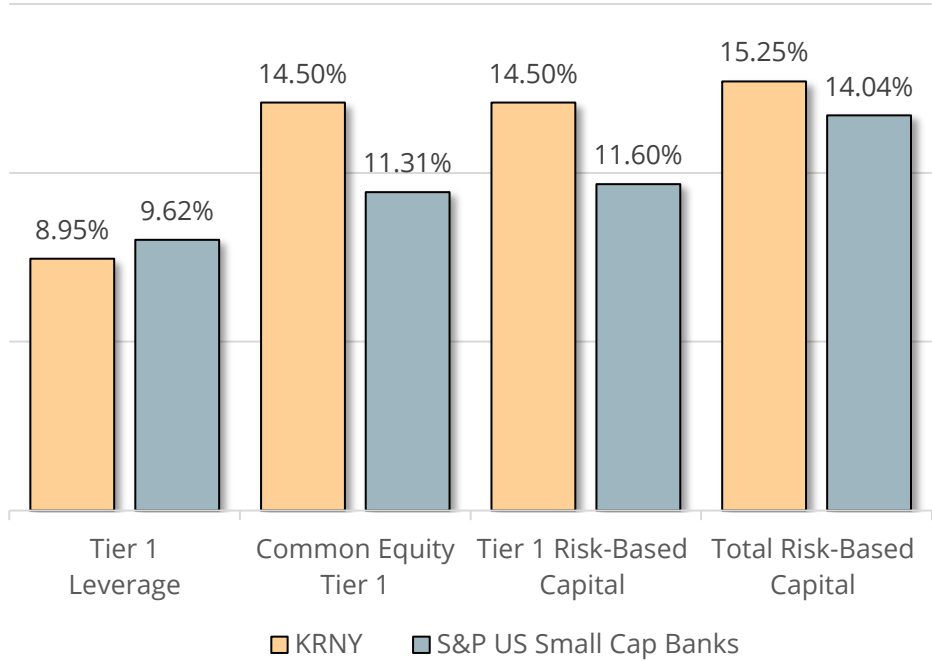
[1] Excludes Yield Adjustments.
Source: Company Filings.

Equity & Capitalization

Equity Capitalization Level



Regulatory Capital Ratios[1,2]

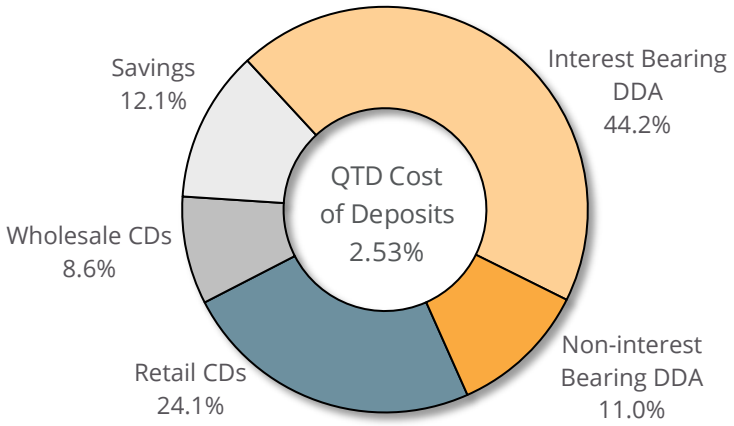


[1] Kearny Financial Corp. (NASDAQ: KRNY) Regulatory Capital Ratios as of December 31, 2023 are preliminary.
[2] S&P U.S. Small Cap Banks Index comprised of 246 constituents, based on September 30, 2023 results.
Source: Company Filings.

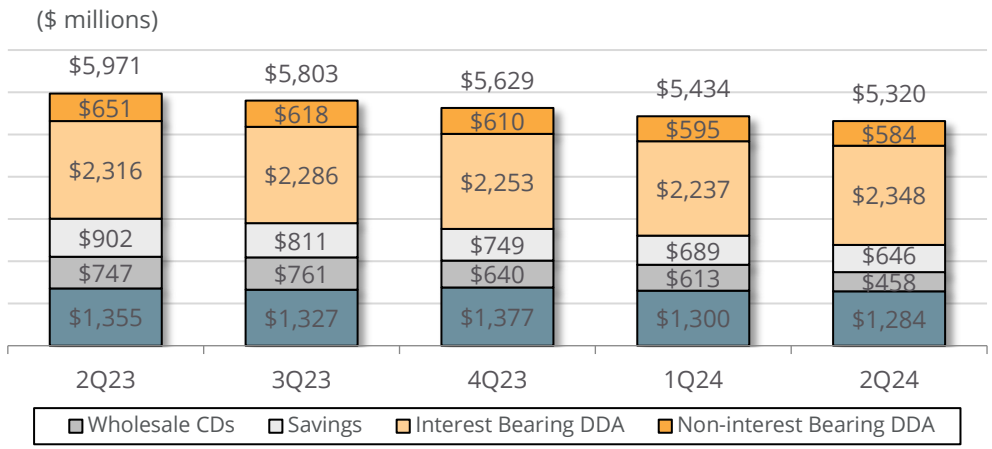
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Deposits

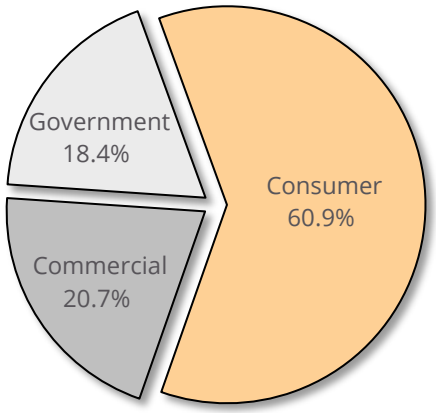
Deposit Composition[1]



Deposit Trend



Non-Maturity Account Deposit Mix



Deposit Segmentation[2]

Product	# of Accounts	Balance ($ millions)	Average Balance per Account
Checking	53,249	$ 2,282	$ 42,863
Savings	32,687	638	19,510
CD	26,723	1,281	47,939
Total Retail Deposits	**112,659**	**$ 4,201**	**$ 37,291**

[1] For the quarter ended December 31, 2023.
[2] As of December 31, 2023; excludes Wholesale and state & local government deposits.
Source: S&P Global Market Intelligence & Company Filings.

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Liquidity Available for Uninsured Deposits

Estimated Uninsured Deposits Analysis[2]

Estimated Uninsured Deposit Analysis	($ millions)
Estimated Uninsured Deposits [1]	$ 1,813
Less: Collateralized State & Local Government Deposits	(644)
Less: Bank's wholly-owned subsidiary & Holding Company Deposits	(474)
Estimated uninsured deposits excluding items above:	**$ 695**
Total Deposits	**$ 5,320**
Estimated uninsured deposits, excluding items above, as a % of Total Deposits	**13.1%**

Liquidity Capacity[2]

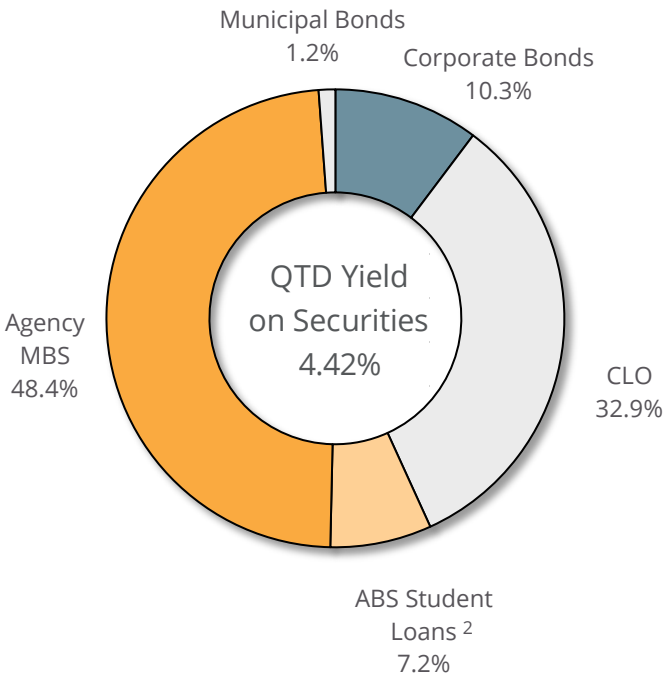
Sources of Liquidity ($ millions)	Liquidity Capacity	Funding Utilized	Available Capacity
Internal Sources:			
Free Securities and other	$ 401	$ -	$ 401
External Sources:			
FRB	405	-	405
FHLB	2,641	1,668	973
Total Liquidity	**$ 3,447**	**$ 1,668**	**$ 1,779**

- Available liquidity is 2.6x greater than estimated uninsured deposits (excluding items above)

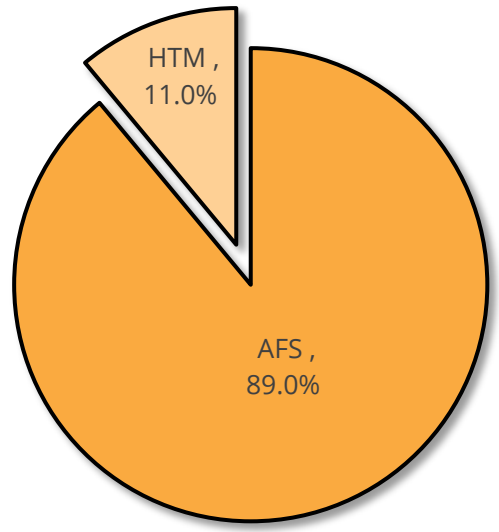
[1] Estimated amount of uninsured deposits reported in December 31, 2023 Call Report.
[2] As of December 31, 2023.

Investment Securities

Securities Composition[1]

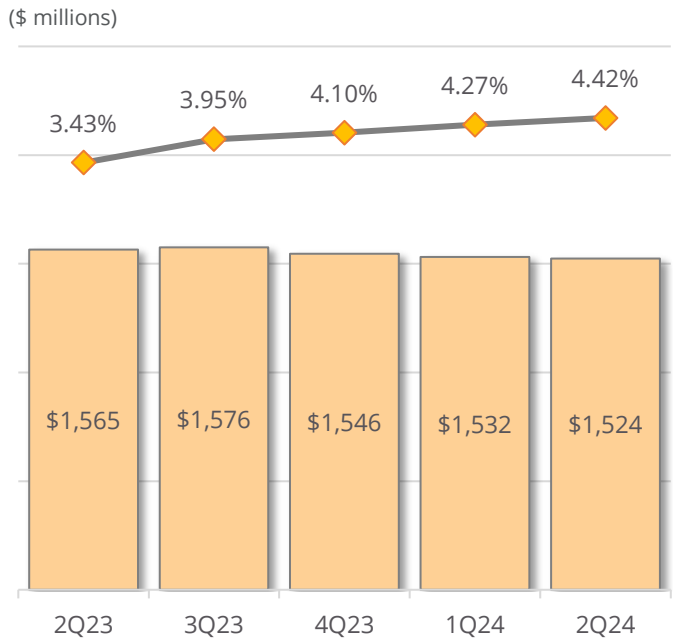


AFS/HTM & Effective Duration



- Total Effective Duration ≈ 3.2 years
- Floating rate securities ≈ 38.9%

Securities Average Balance & Yield Trend



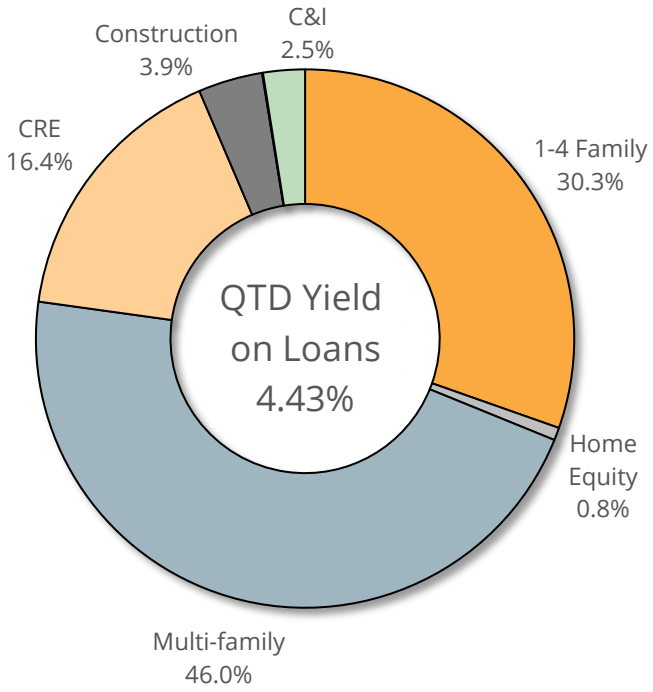
- At December 31, 2023, the after-tax net unrecognized loss on securities held-to-maturity was $10.0 million, or 1.56% of tangible equity[3]

[1] As of December 31, 2023.
[2] Comprised entirely of securitized federal education loans with 97% U.S. government guarantees.
[3] Assumes 29% marginal tax rate.
Source: S&P Global Market Intelligence & Company Filings.

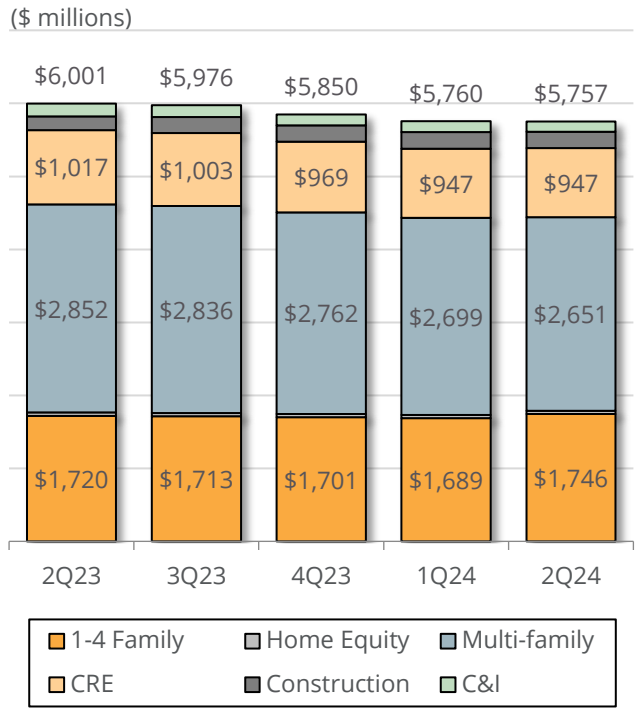
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Portfolio Lending

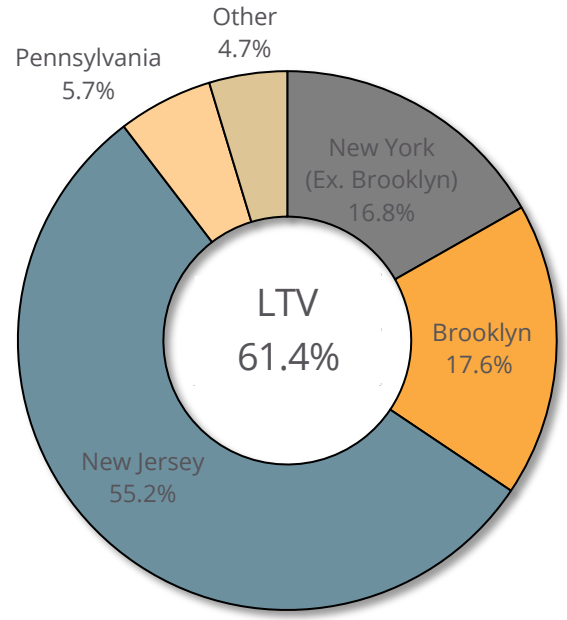
Loan Composition[1]



Loan Trend



Geographic Distribution[2]

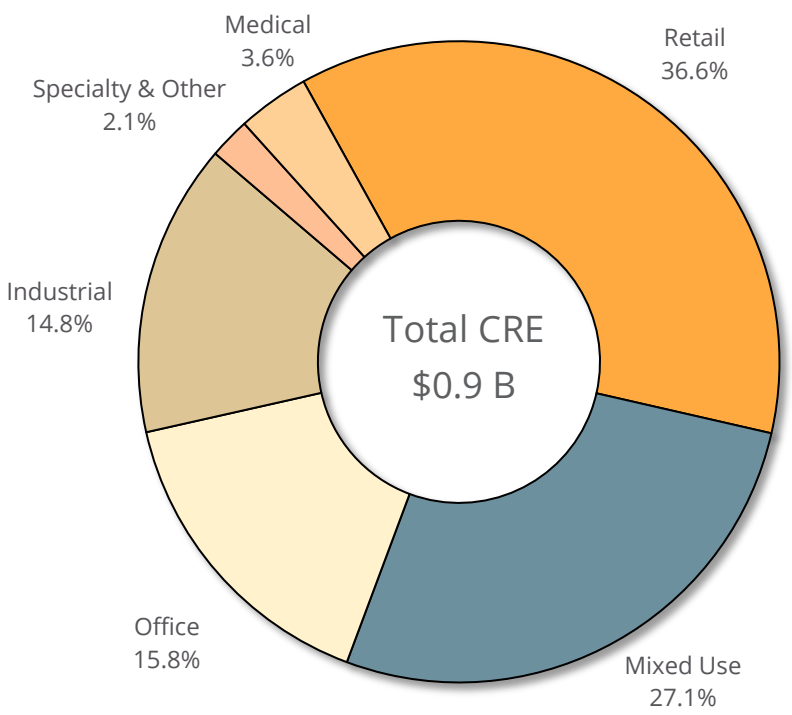


[1] For the quarter ended December 31, 2023.
[2] As of December 31, 2023.
Source: S&P Global Market Intelligence & Company Filings.

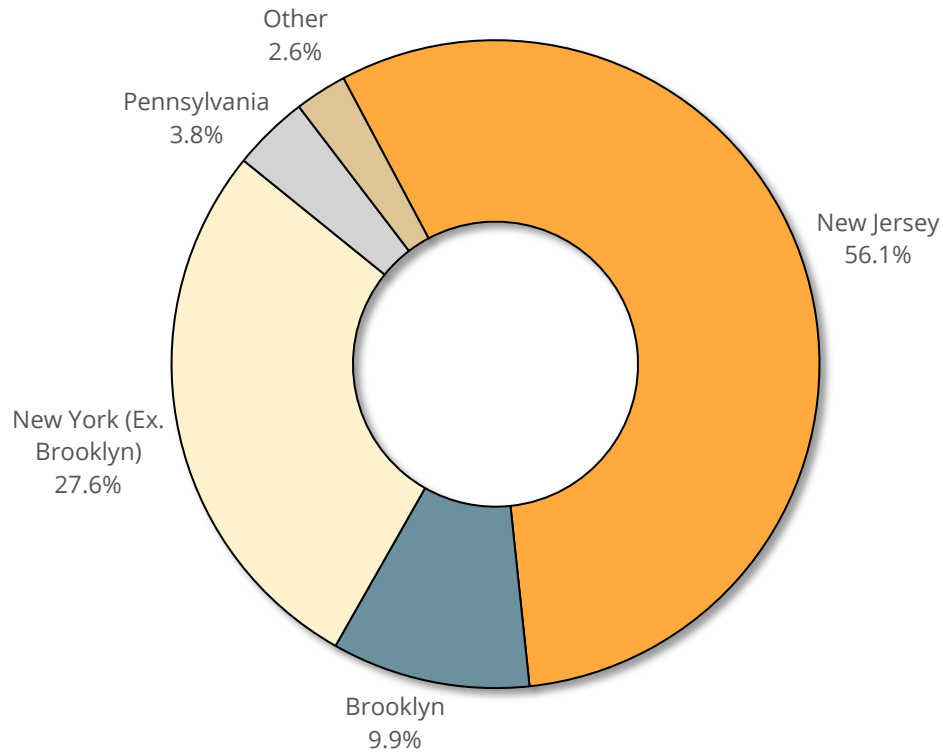
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CRE Lending

CRE Portfolio by Collateral Type[1]



CRE Loan Geographic Distribution[1]

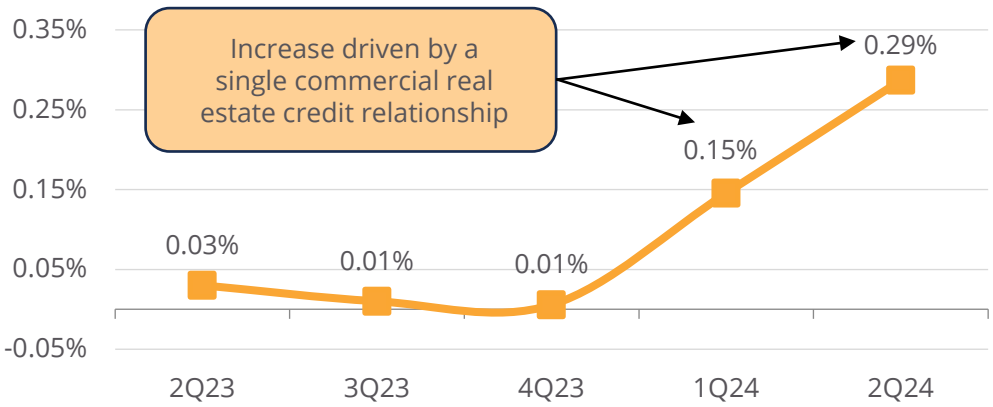


[1] As of December 31, 2023.
Source: Company Filings.

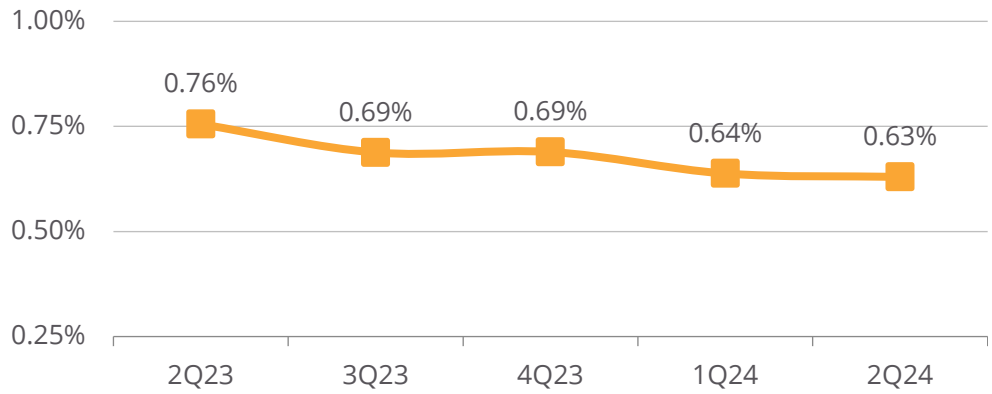
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Asset Quality

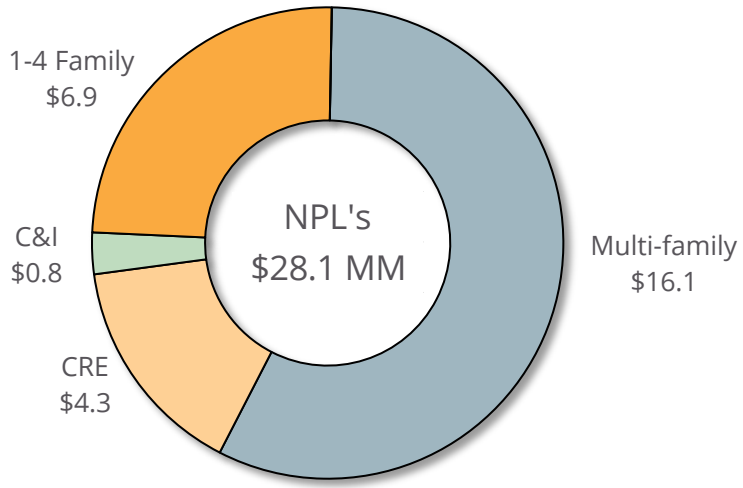
Net Charge-Offs / Average Loans



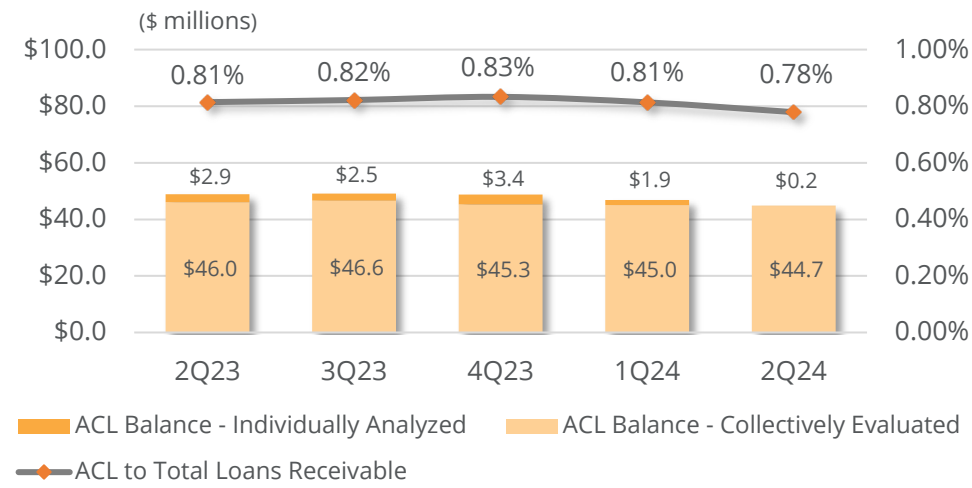
Non-Performing Assets / Total Assets



Non-Performing Loans[1]



Allowance for Credit Losses



[1] As of December 31, 2023; amounts shown in millions.
Source: S&P Global Market Intelligence & Company Filings.

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