

INVESTOR PRESENTATION

SECOND QUARTER FISCAL 2025

JANUARY 30, 2025



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.

This presentation contains financial information determined by methods other than in accordance with accounting principles generally accepted in the United States of America (“GAAP”). Management uses these “non-GAAP” measures in its analysis of the Company’s performance. Management believes these non-GAAP financial measures allow for better comparability of period to period operating performance. Additionally, the Company believes this information is utilized by regulators and market analysts to evaluate a company’s financial condition and therefore, such information is useful to investors. These disclosures should not be viewed as a substitute for operating results determined in accordance with GAAP, nor are they necessarily comparable to non-GAAP performance measures that may be presented by other companies.

A reconciliation of the non-GAAP measures used in this presentation to the most directly comparable GAAP measures is provided in the Appendix to this presentation.

Kearny Financial Corp.

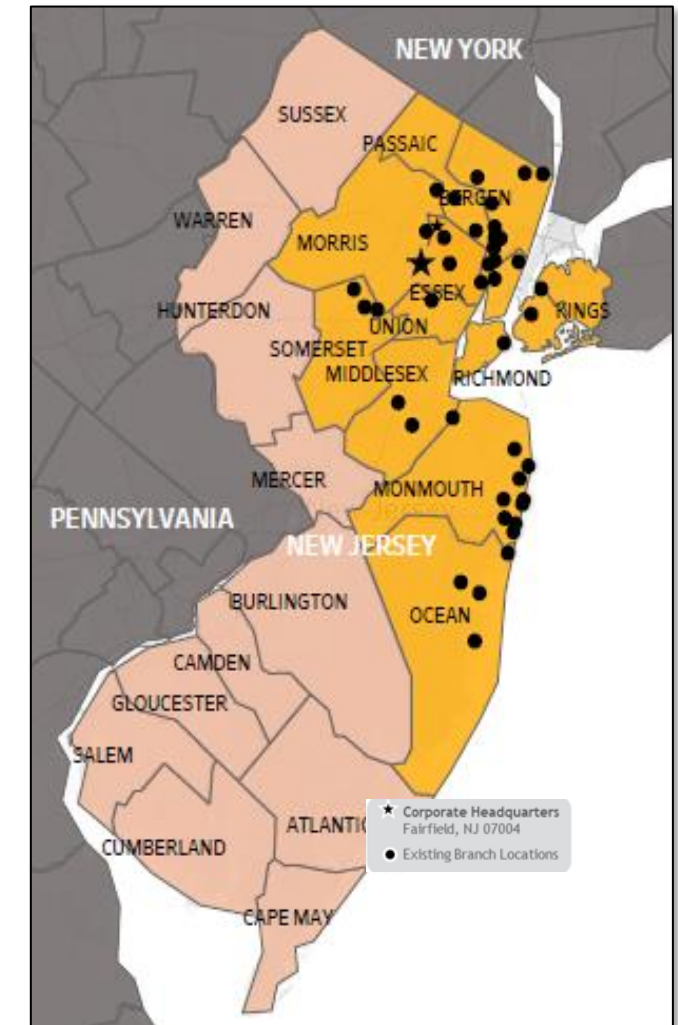
Company Overview

- NASDAQ: KRNY
- Founded: 1884
- Assets: \$7.7 billion
- Loans: \$5.8 billion
- Deposits: \$5.7 billion
- TBV Per Share: \$9.75
- Market Cap: \$457.2 million¹

Company Profile

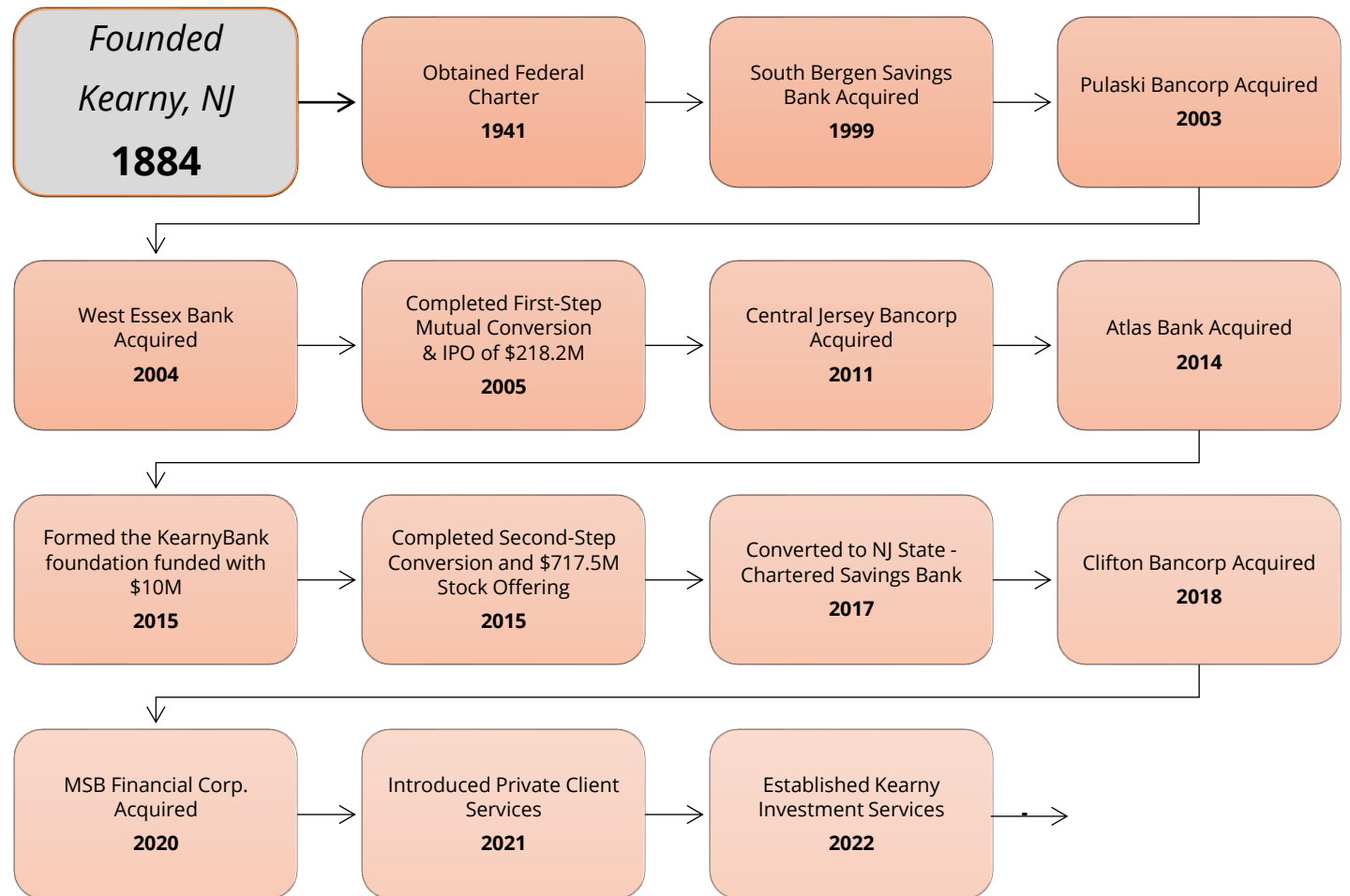
- Top 10 New Jersey-based financial institution by assets & deposits
- 43 full-service branches in 12 counties throughout New Jersey and New York City
- Active acquirer, having completed 7 whole-bank acquisitions since 1999
- Focus is on helping our clients achieve their financial goals for today and aspirations for tomorrow – creating communities that thrive

Branch/Office Footprint



141 Years: Franchise Milestones

*"Serving our
Communities and
Clients"*



2Q25 Financial Highlights

EARNINGS

- Reported net income of \$6.6 million for the quarter ended December 31, 2024, compared to \$6.1 million for the quarter ended September 30, 2024.
- Earnings per basic and diluted share were \$0.11 and \$0.10, respectively, for the quarter ended December 31, 2024.
- For the quarter ending December 31, 2024, the net interest margin increased by two basis points to 1.82%, demonstrating sequential monthly growth throughout the period.

ASSET QUALITY

- Strong asset quality as non-performing assets improved to 0.49% of total assets compared to 0.51% in the quarter ended September 30, 2024.
- Net charge-offs totaled \$573,000, or 0.04% of average loans, on an annualized basis, for the quarter ended December 31, 2024, which remains relatively low compared to our peers.

BALANCE SHEET

- Total assets were \$7.7 billion at December 31, 2024, a decrease of \$41.0 million, or 0.5%, from September 30, 2024 primarily due to decrease in investment securities of \$57.5 million.
- Deposits of \$5.7 billion increased \$200.5 million, driven by strong momentum across all deposit types. The increase in deposits has improved the Loan to Deposit ratio from 105.9% at September 30, 2024 to 101.4%, at December 31, 2024.
- Borrowings of \$1.26 billion decreased \$220.9 million, as result of deposit growth mentioned above.

CAPITAL

- Capital ratios continue to remain well above regulatory minimums and peer comparisons with Common Equity Tier 1 Capital ratio of 14.59%, as of December 31, 2024.

<u>Net Income</u>	
GAAP	Adjusted ¹
\$6.6 million	\$6.6 million
<u>Basic/Diluted EPS</u>	
GAAP	Adjusted ¹
\$0.11/\$0.10	\$0.11/\$0.10
<u>Net Interest Income</u>	<u>CET-1 Ratio</u>
\$32.6 million	14.59%
<u>Total Assets</u>	
\$7.7 billion	
<u>Total Deposits</u>	<u>Total Loans²</u>
\$5.7 billion	\$5.8 billion

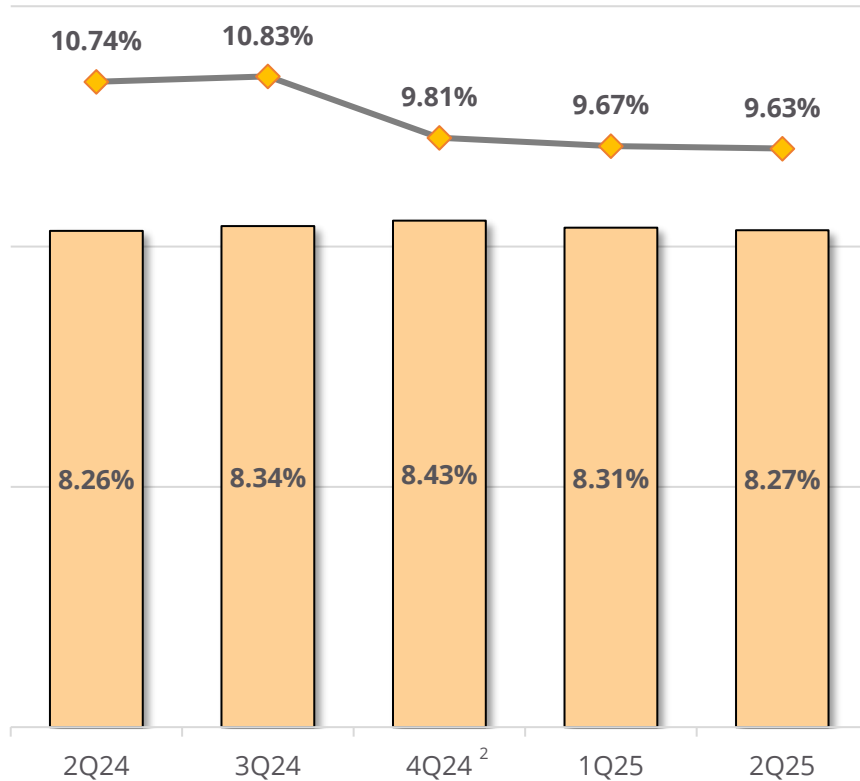
¹ GAAP to Adjusted reconciliation on page 19.

² Excludes Yield Adjustments.

Source: Company Filings.

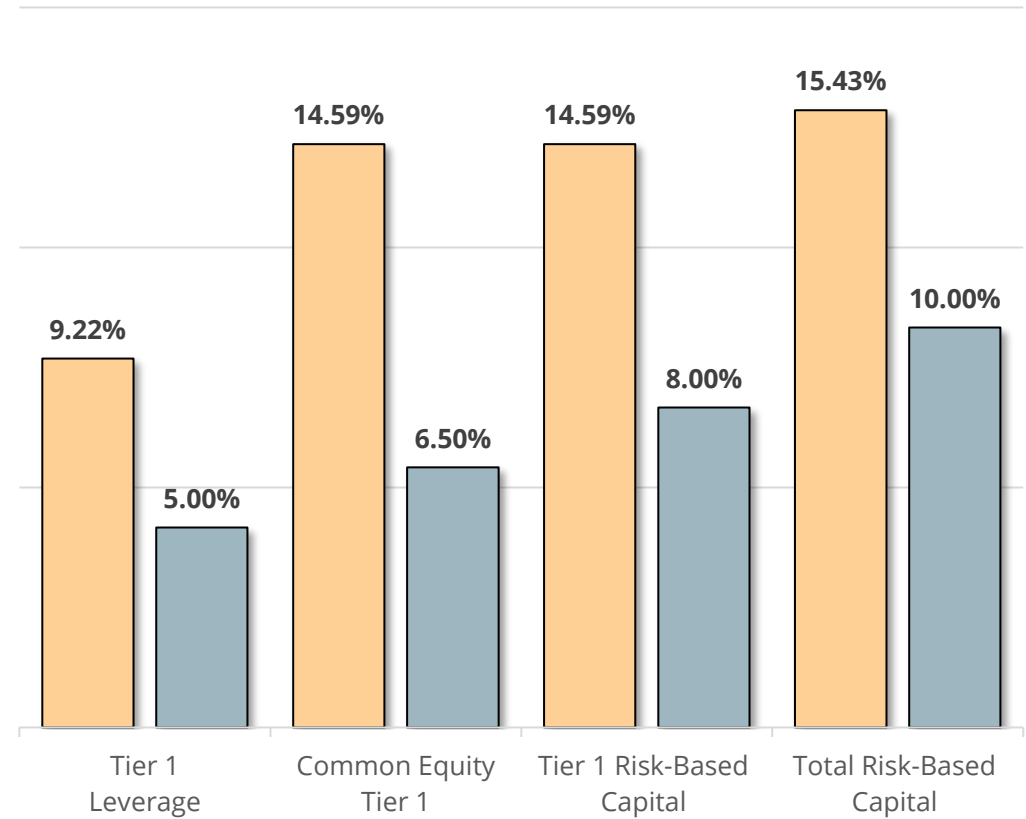
Capital Strength

Equity Capitalization Level



■ Tangible Common Equity / Tangible Assets
 ◆ Equity / Assets

Regulatory Capital Ratios^{1,2}

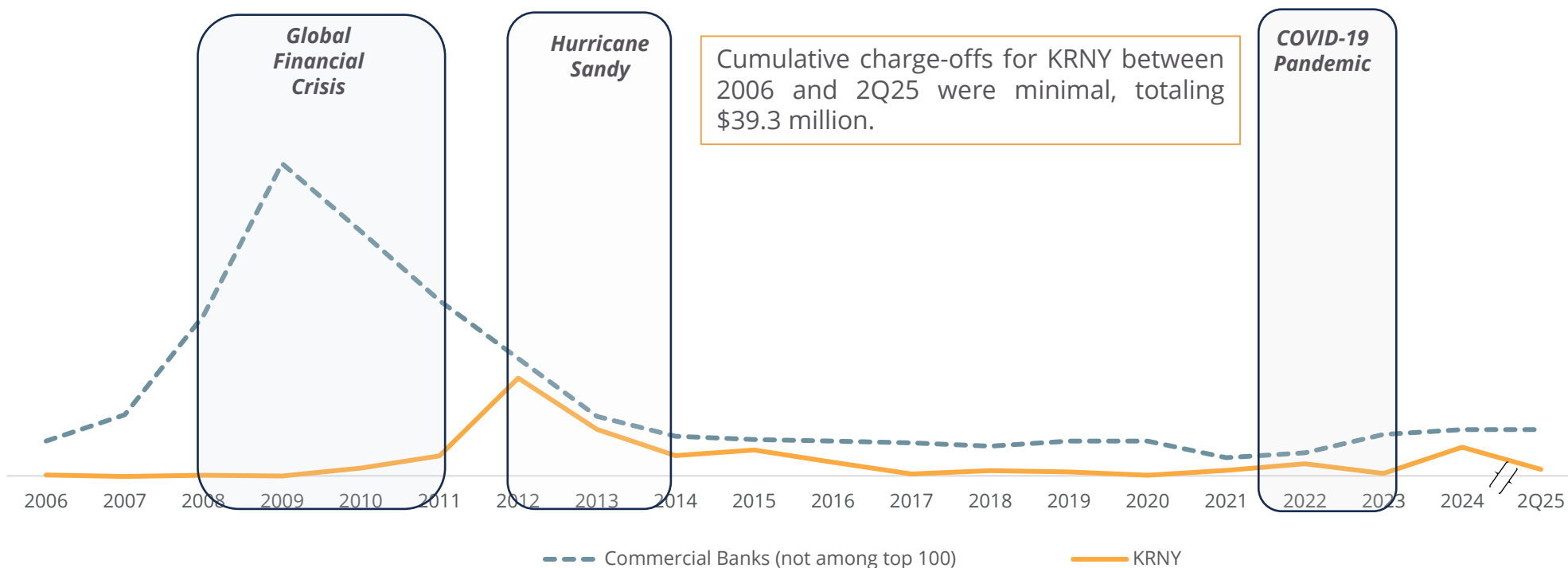


■ KRNY
 ■ Well Capitalized Regulatory Minimum

¹ Kearny Financial Corp. (NASDAQ: KRNY) Regulatory Capital Ratios as of December 31, 2024 are preliminary.
² Equity to Asset ratio, for June 30, 2024 going forward, was impacted by previously disclosed goodwill impairment.
 Source: Company Filings.

Track Record of Strong Credit Performance

Net Charge-offs to Average Total Loans



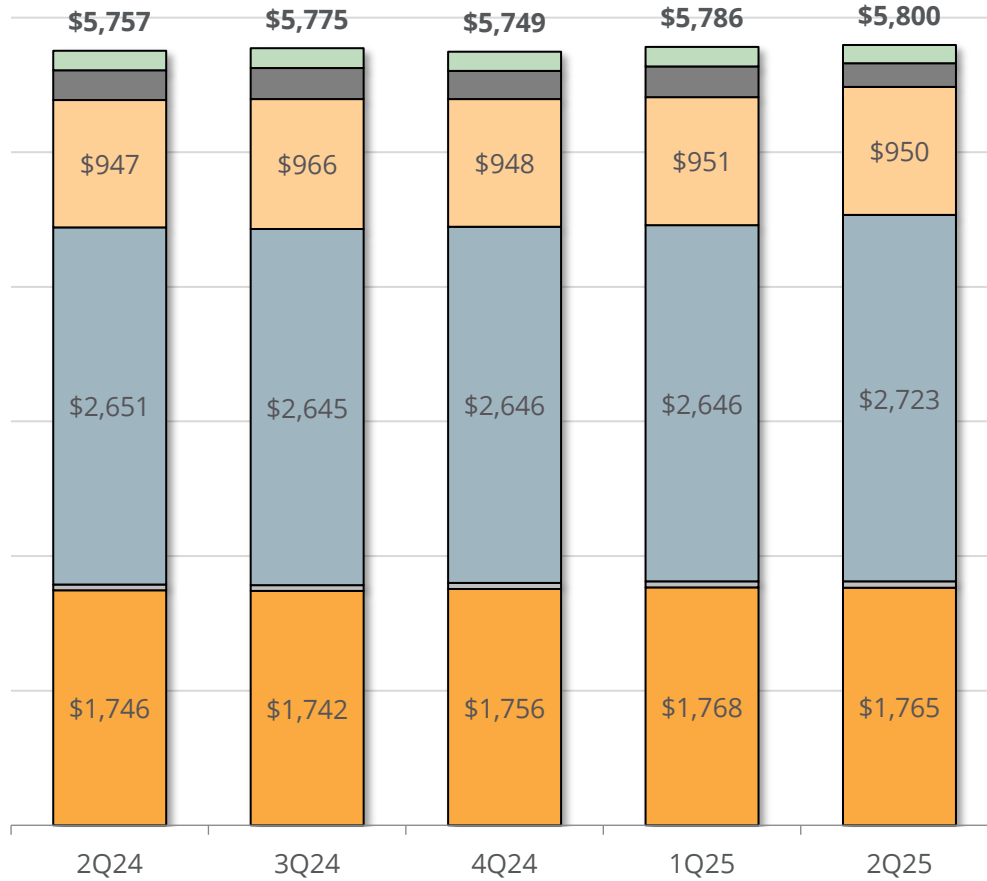
➤ From 2006 to 2024, inclusive of the Global Financial Crisis and the COVID-19 Pandemic, KARNY’s net charge-offs to average total loans totaled 9 bps per year compared to 48 bps for all commercial banks (US Banks not among the top 100)¹.

¹ Data provided by Federal Reserve Bank of St. Louis. Source: Company Filings.

Diversified Loan Portfolio

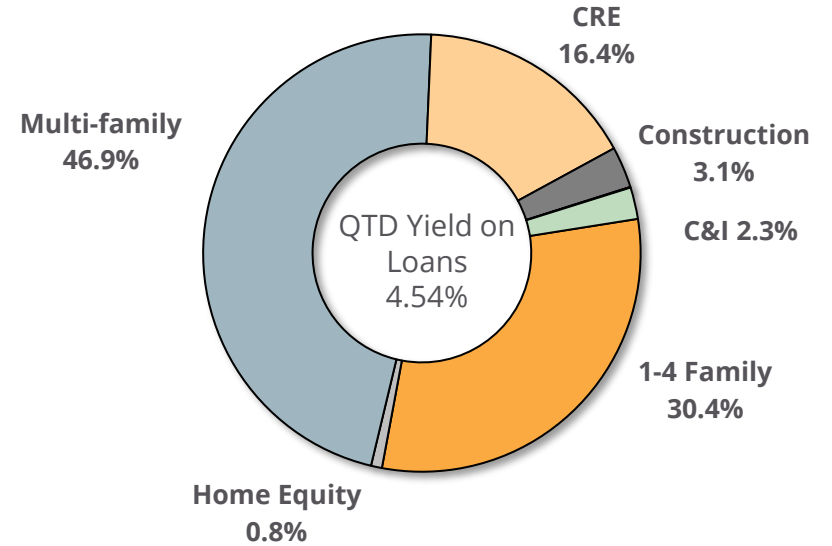
Loan Trend

(\$ millions)

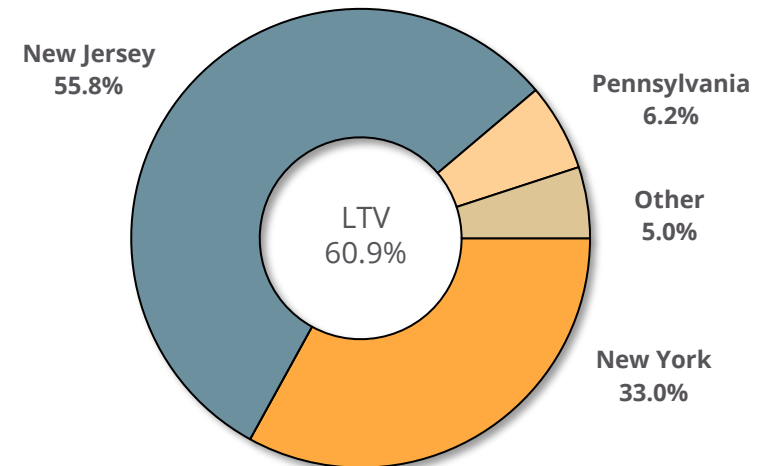


■ 1-4 Family
 ■ Home Equity
 ■ Multi-family
 ■ CRE
 ■ Construction
 ■ C&I

Loan Composition¹



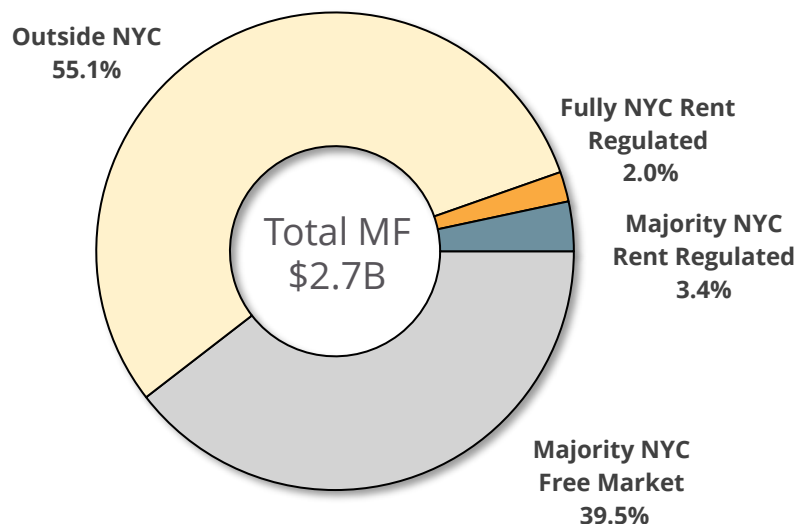
Geographic Distribution¹



¹ As of December 31, 2024.
Source: S&P Global Market Intelligence & Company Filings.

Multifamily Loan Portfolio

Multifamily Loan Portfolio Composition¹



New York City ("NYC") Multifamily¹

NYC Multifamily Portfolio:	\$1.2 billion
Average Loan Balance:	\$3.46 million
Weighted Average LTV:	61.8%
Nonperforming Loans / Total MF Loans:	0.93%
Calendar Year 2025 Maturity & Repricing:	\$139.3 million

Observations

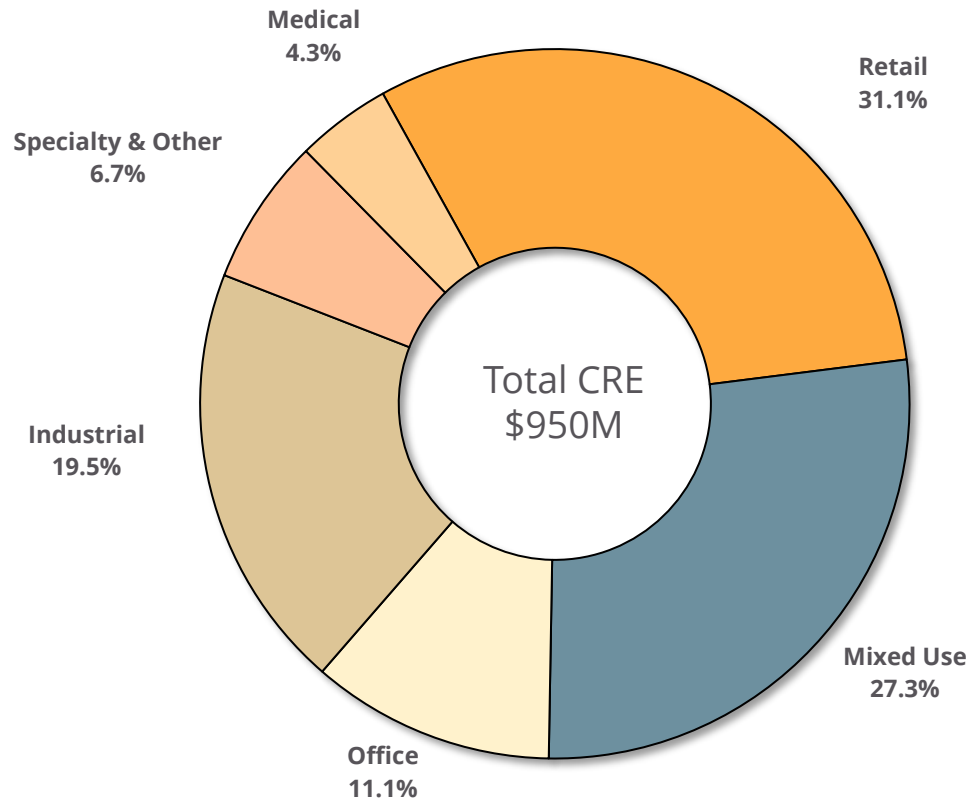
- Outstanding asset quality over multiple credit cycles
- Less than half of our Multifamily portfolio is collateralized by properties in NYC
- Only 5.4% of our Multifamily portfolio is collateralized by majority or fully rent-regulated NYC properties
- Approx. 11% of maturing or repricing NYC Multifamily loans in calendar 2025
- 65% of the Company's NYC Multifamily portfolio is located in Brooklyn, NY

NYC Multifamily Loan Portfolio by Location

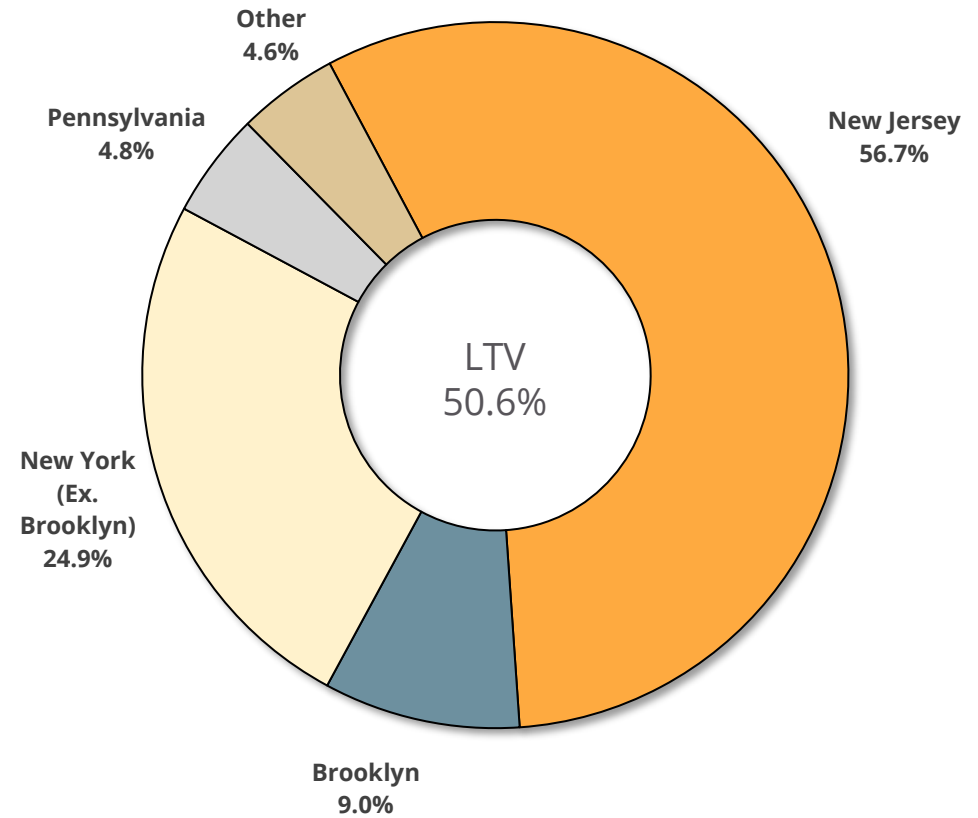
\$ in millions	Loan Value	%
Brooklyn	\$814	65.1%
Queens	160	12.8%
Manhattan	141	11.3%
Bronx	135	10.8%
Total NYC MF Loan Portfolio	\$1,250	100.0%

CRE Loan Detail

CRE Portfolio by Collateral Type¹



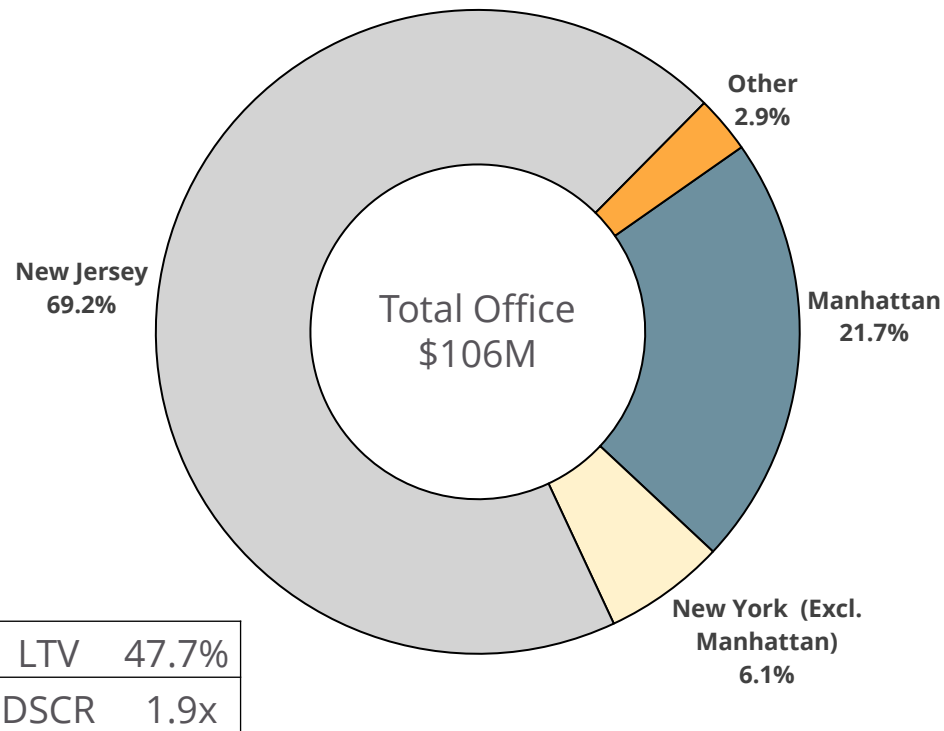
CRE Loan Geographic Distribution¹



Source: Company Filings.
¹ As of December 31, 2024.

Office Portfolio

Office Loan Geographic Distribution¹

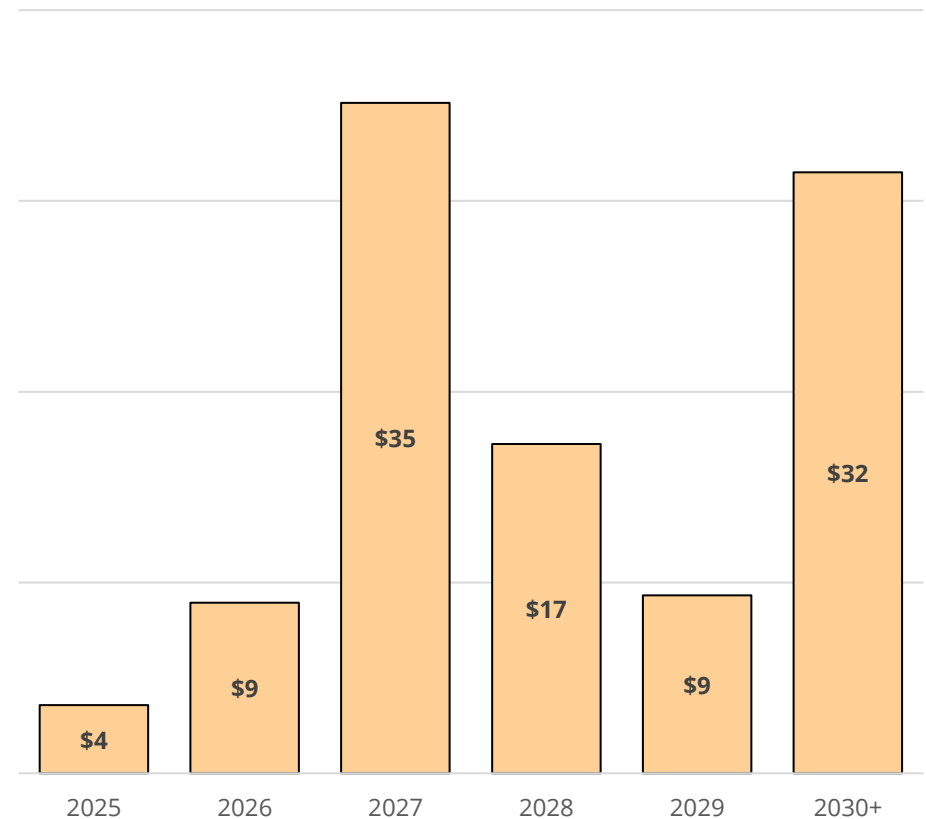


Office Portfolio Profile

- 11.1% of total CRE portfolio or \$106 million
- Average loan size of \$1.6 million

Office Portfolio by Contractual Maturity¹

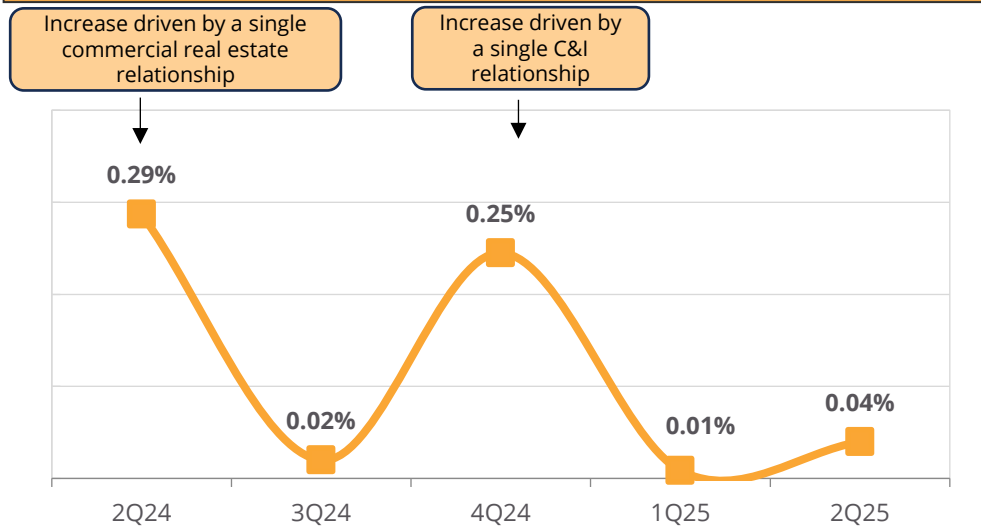
(\$ millions)



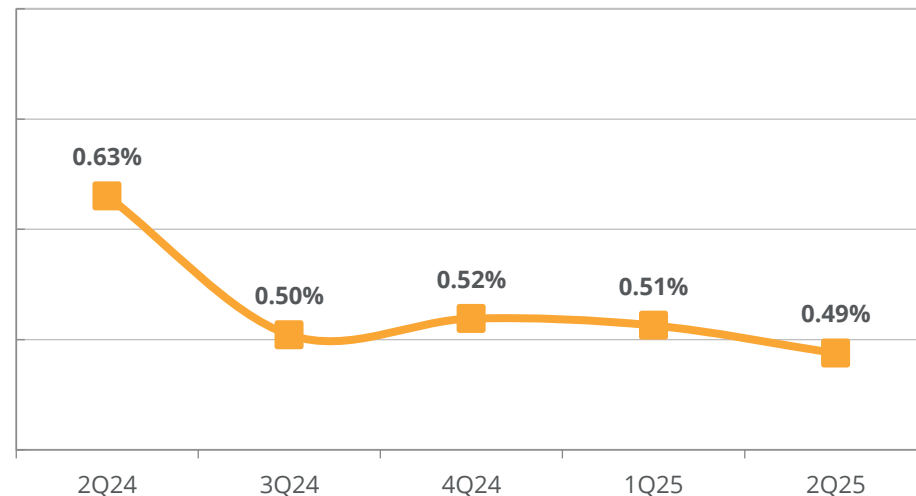
¹ As of December 31, 2024.
Source: Company Filings.

Asset Quality Metrics

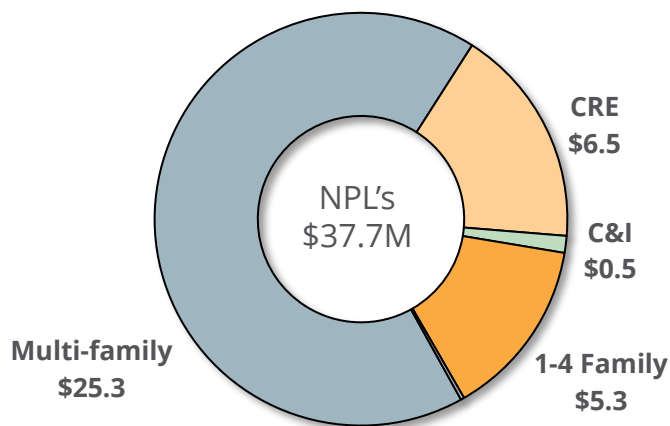
Net Charge-Offs / Average Loans



Non-Performing Assets / Total Assets

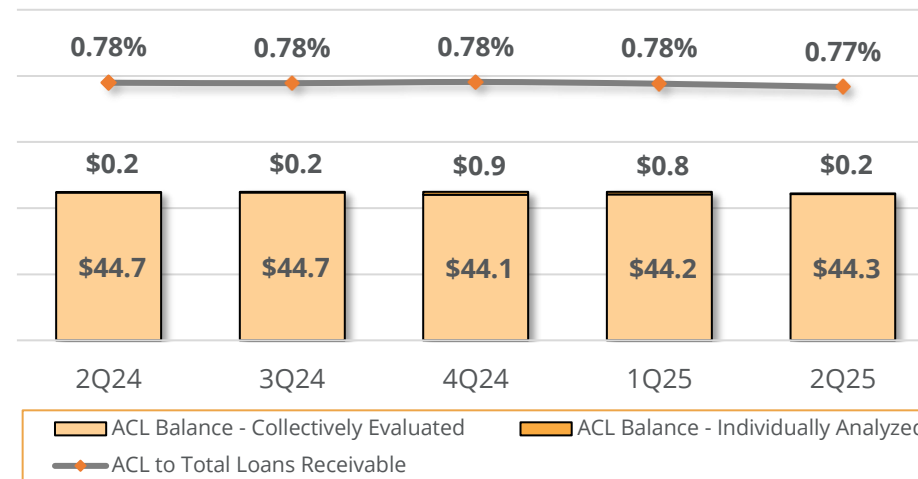


Non-Performing Loans¹



Allowance for Credit Losses

\$ in millions

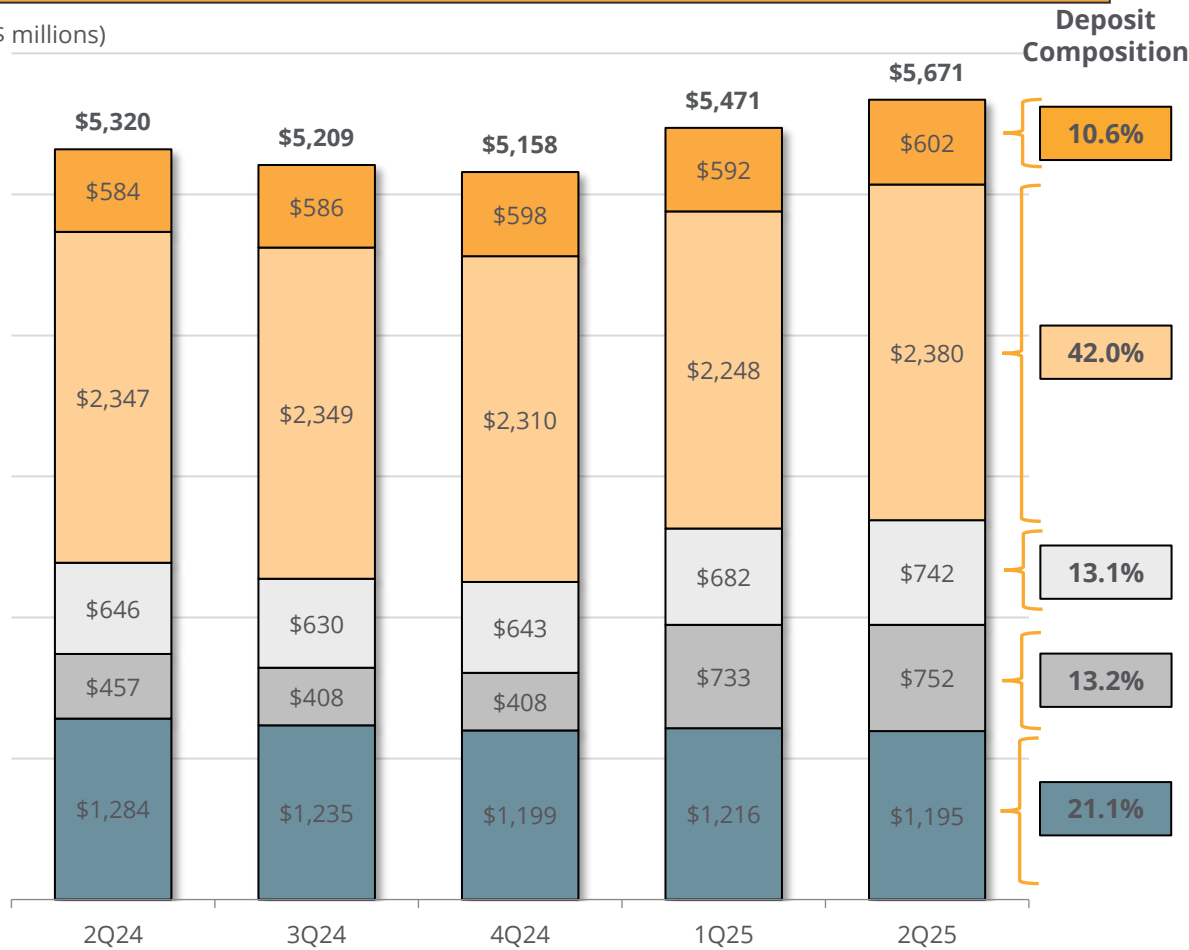


¹ As of December 30, 2024; amounts shown in millions. Source: Company Filings.

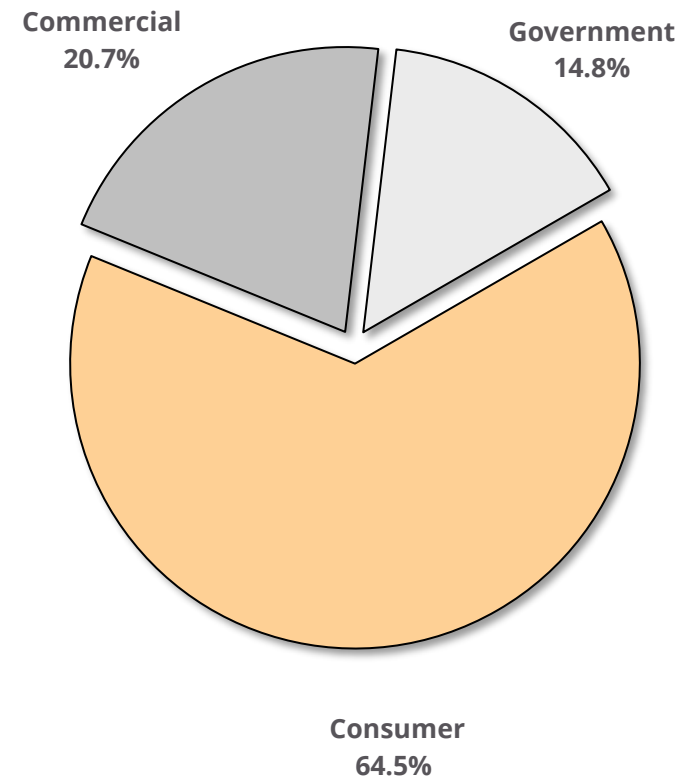
Granular Deposit Franchise

Deposit Trend

(\$ millions)



Non-Maturity Deposit Mix¹



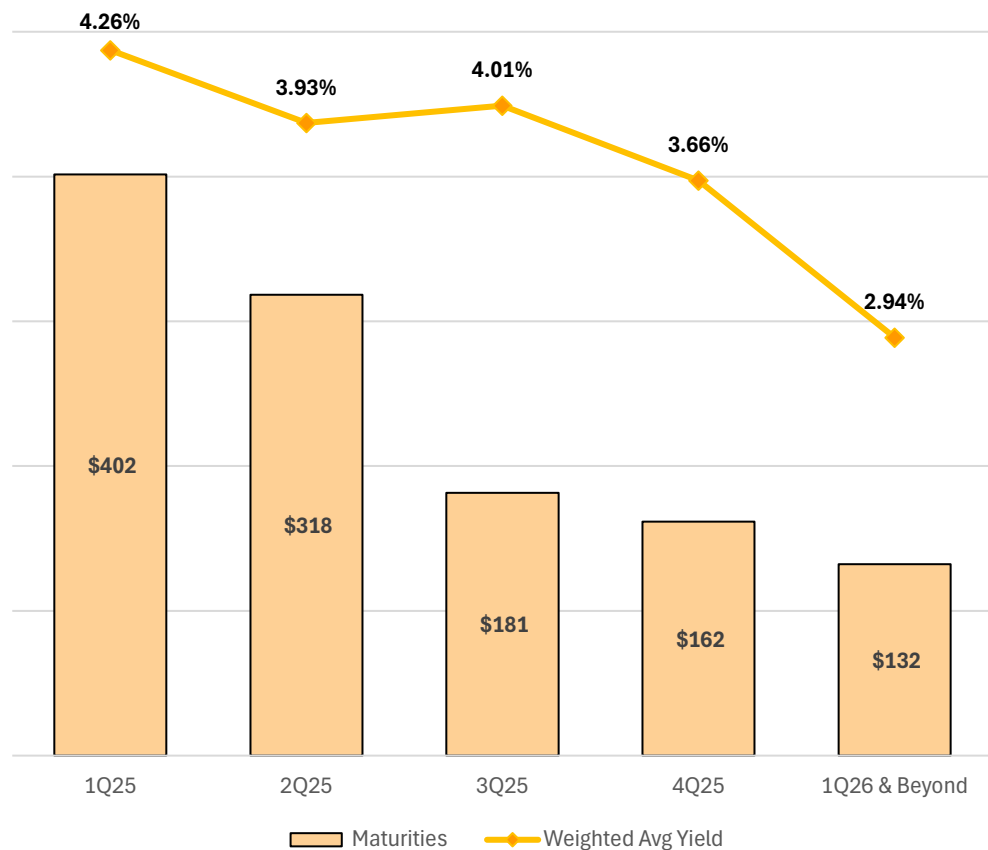
■ Retail CDs
 ■ Wholesale CDs
 ■ Savings
 ■ Interest Bearing DDA
 ■ Non-interest Bearing DDA

¹ As of December 31, 2024.
Source: Company Filings.

Retail Deposit Detail

Retail Time Deposit Maturities

(\$ millions)



Retail Deposit Segmentation^{1,2}

Product	# of Accounts	Balance (\$ millions)	Average Balance per Account
Checking	52,784	\$ 2,431	\$ 46,063
Savings	30,802	741	24,070
CDs	24,346	1,192	48,948
Total Retail Deposits	107,932	\$ 4,364	\$ 40,437

➤ Over the next 12 months, \$1.1 billion of Retail CDs will mature and rollover at lower rates, further expanding net interest margin.

¹ As of December 31, 2024.

² Excludes brokered, listing services and state & local government deposits.

Source: Company Filings.

Liquidity Available for Uninsured Deposits

Estimated Uninsured Deposits Analysis^{1,2}

Estimated Uninsured Deposit Analysis	(\$ millions)
Estimated Uninsured Deposits	\$ 1,936
Less: Collateralized State & Local Government Deposits	(539)
Less: Bank's wholly-owned subsidiary & Holding Company Deposits	(599)
Estimated uninsured deposits excluding items above:	\$ 798
Total Deposits	\$ 5,671
Estimated uninsured deposits, excluding items above, as a % of Total Deposits	14.1%

Liquidity Capacity²

Sources of Liquidity (\$ millions)	Liquidity Capacity	Funding Utilized	Available Capacity
Internal Sources:			
Free Securities and other	\$ 96	\$ -	\$ 96
External Sources:			
FRB	1,605	-	1,605
FHLB	1,885	1,270	615
Total Liquidity	\$ 3,586	\$ 1,270	\$ 2,316

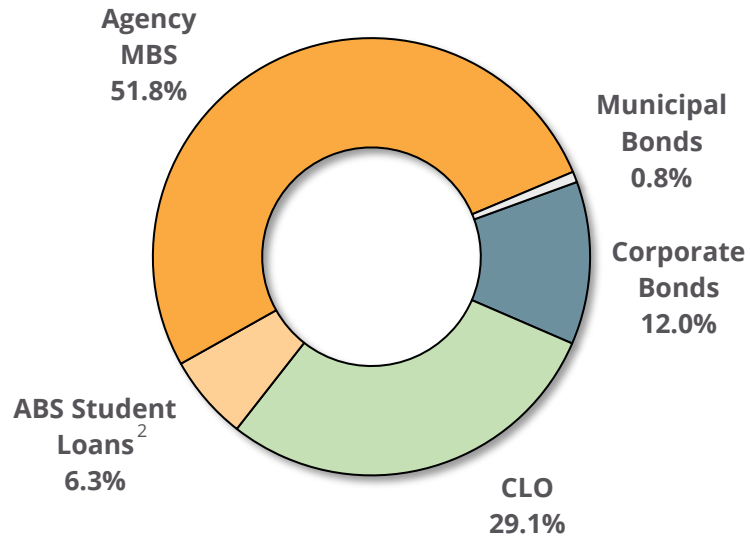
- Available liquidity is 2.9x greater than estimated uninsured deposits (excluding items above)
- Total available capacity increased by \$256 million from September 30, 2024 and represents 30% of total assets.

¹ Estimated amount of uninsured deposits reported in December 31, 2024 Call Report.

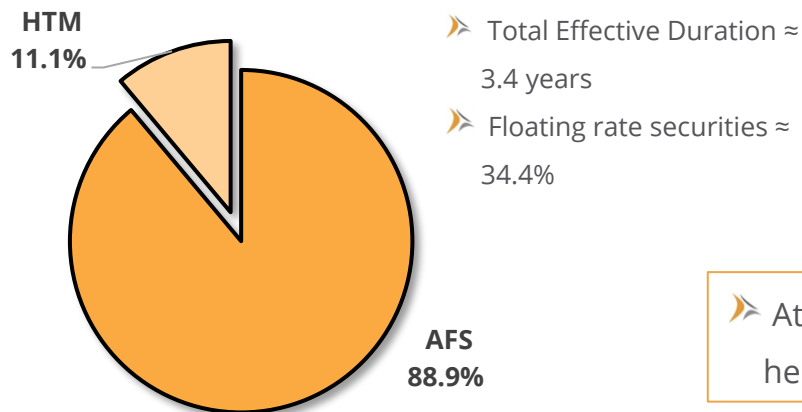
² As of December 31, 2024.

Investment Securities

Securities Composition¹

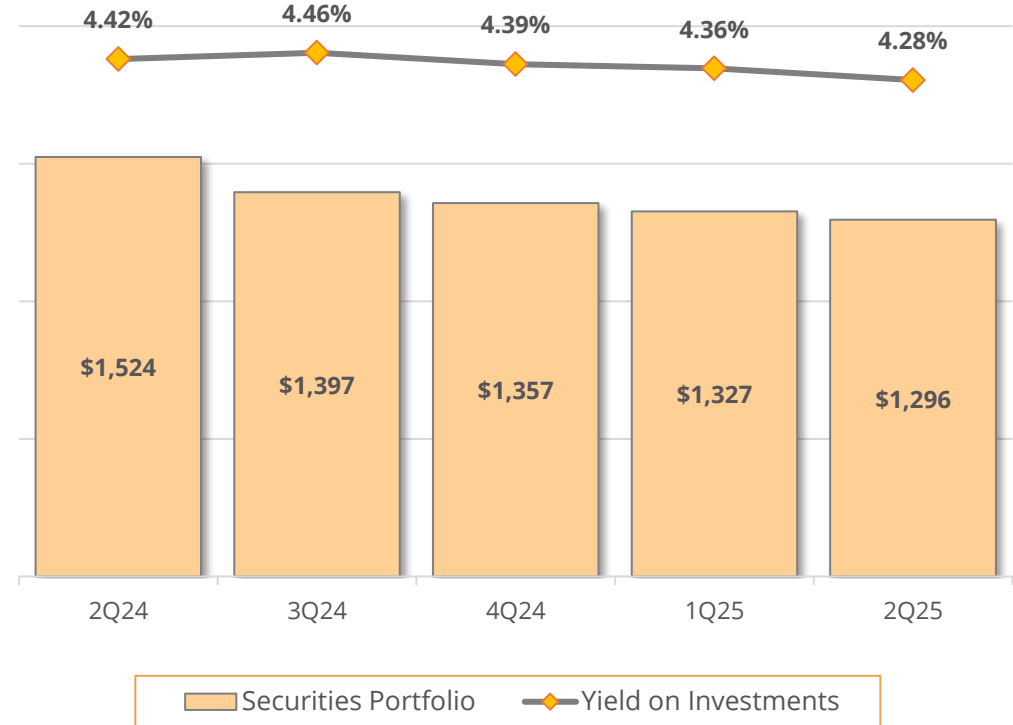


AFS/HTM & Effective Duration



Securities Average Balance & Yield Trend

(\$ millions)



➤ At December 31, 2024, the after-tax net unrecognized loss on securities held-to-maturity was \$11.3 million, or 1.79% of tangible equity³

¹ As of December 31, 2024.

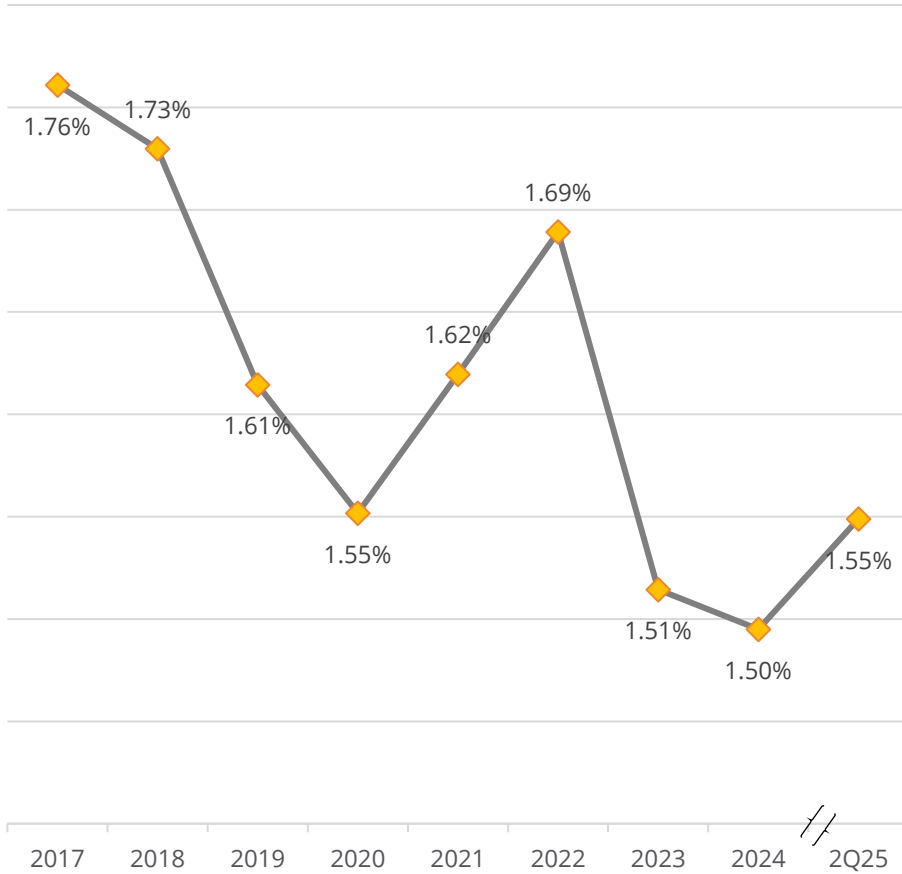
² Comprised entirely of securitized federal education loans with 97% U.S. government guarantees.

³ Assumes 29% marginal tax rate.

Source: Company Filings.

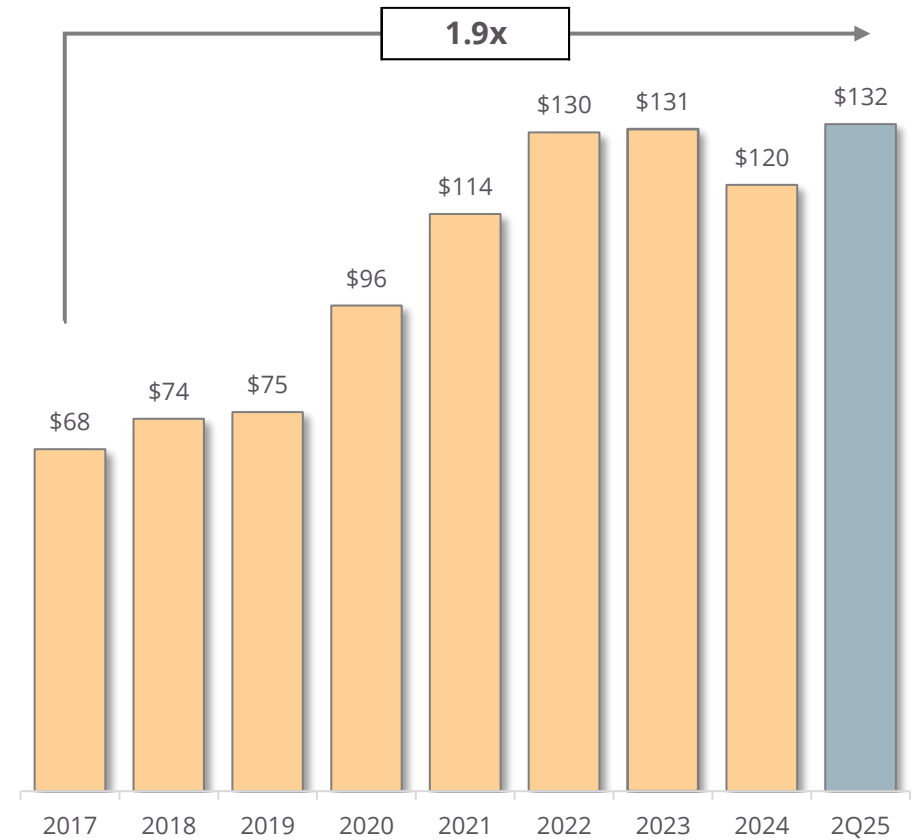
Best-in-Class Operating Efficiency

Adjusted Non-interest Expense to Average Assets¹



Deposits per Branch

(\$ millions)



¹ Adjusted for non-routine transactions. GAAP to Adjusted reconciliation on page 19
Source: S&P Global Market Intelligence & Company Filings.

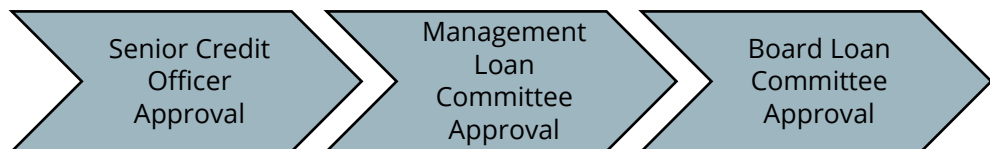
Conservative Underwriting Culture

Comprehensive CRE / Multifamily Underwriting

- Highly disciplined LTV and DSCR standards
- Interest rates stressed at origination
- DSCR based on in-place rents, not projections, with conservative allowances for vacancy
- NOI underwritten to include forecasted expense increases and full taxes (where a tax abatement exists)

Approval Authority & Underwriting Consistency

- Lending authority aggregated by borrower/group of related borrowers
- Technology ensures consistent and efficient underwriting and risk rating process



Multi-faceted Loan Review & Stress Testing

- Semi-annual third-party loan-level stress testing and annual capital-based stress testing
- Quarterly third-party portfolio loan review with 65% of total portfolio reviewed on an annual basis
- Annual internal loan reviews on all commercial loans with balances of \$2.5 million or greater

Proactive Workout Process

- Dedicated team of portfolio managers and loan workout specialists
- Weekly meetings comprised of loan officers, credit personnel and special assets group to pre-emptively address delinquencies or problem credits
- Philosophy of aggressively addressing impaired assets in a timely fashion

Non-GAAP Reconciliation

Reconciliation of GAAP to Non-GAAP (Dollars and Shares in Thousands, Except Per Share Data)	For the quarter ended	For the quarter ended	For the quarter ended	For the quarter ended	For the quarter ended
	December 31, 2024	September 30, 2024	June 30, 2024	March 31, 2024	December 31, 2023
Adjusted net income:					
Net income (loss) (GAAP)	\$6,566	\$6,092	(\$90,079)	\$7,397	(\$13,827)
Non-recurring transactions - net of tax:					
Net effect of sale and call of securities	-	-	-	-	12,876
Net effect of bank-owned life insurance restructure	-	-	392	-	6,286
Goodwill impairment	-	-	95,283	-	-
Adjusted net income	\$6,566	\$6,092	\$5,596	\$7,397	\$5,335
Calculation of pre-tax, pre-provision net revenue:					
Net income (loss) (GAAP)	\$6,566	\$6,092	(\$90,079)	\$7,397	(\$13,827)
Adjustments to net income (GAAP):					
Provision for income taxes	\$1,251	\$1,086	(\$917)	\$1,717	\$1,782
Provision for (reversal of) credit losses	\$107	\$108	\$3,527	\$349	\$2,105
Pre-tax, pre-provision net revenue (non-GAAP)	\$7,924	\$7,286	(\$87,469)	\$9,463	(\$9,940)
Adjusted earnings per share:					
Weighted average common shares - basic	62,443	62,389	62,254	62,205	62,299
Weighted average common shares - diluted	62,576	62,420	62,330	62,211	62,367
Earnings per share - basic (GAAP)	\$0.11	\$0.10	(\$1.45)	\$0.12	(\$0.22)
Earnings per share - diluted (GAAP)	\$0.10	\$0.10	(\$1.45)	\$0.12	(\$0.22)
Adjusted earnings per share - basic (non-GAAP)	\$0.11	\$0.10	\$0.09	\$0.12	\$0.09
Adjusted earnings per share - diluted (non-GAAP)	\$0.10	\$0.10	\$0.09	\$0.12	\$0.09
Pre-tax, pre-provision net revenue per share:					
Pre-tax, pre-provision net revenue per share - basic (non-GAAP)	\$0.13	\$0.12	(\$1.41)	\$0.15	(\$0.16)
Pre-tax, pre-provision net revenue per share - diluted (non-GAAP)	\$0.13	\$0.12	(\$1.41)	\$0.15	(\$0.16)
Adjusted return on average assets:					
Total average assets	\$7,633,900	\$7,688,433	\$7,695,080	\$7,851,721	\$7,944,586
Return on average assets (GAAP)	0.34%	0.32%	-4.68%	0.38%	-0.70%
Adjusted return on average assets (non-GAAP)	0.34%	0.32%	0.29%	0.38%	0.27%
Adjusted return on average equity:					
Total average equity	\$747,850	\$750,678	\$751,070	\$844,782	\$838,714
Return on average equity (GAAP)	3.51%	3.25%	-47.97%	3.50%	-6.59%
Adjusted return on average equity (non-GAAP)	3.51%	3.25%	2.98%	3.50%	2.54%