



INVESTOR PRESENTATION
THIRD QUARTER ENDED
SEPTEMBER 30, 2016



2 SAFE HARBOR STATEMENT

THIS PRESENTATION CONTAINS FORWARD-LOOKING STATEMENTS WITHIN THE MEANING OF THE PRIVATE SECURITIES LITIGATION REFORM ACT OF 1995 GIVING BENEFICIAL BANCORP'S EXPECTATIONS OR PREDICTIONS OF FUTURE FINANCIAL OR BUSINESS PERFORMANCE OR CONDITIONS. FORWARD-LOOKING STATEMENTS ARE TYPICALLY IDENTIFIED BY WORDS SUCH AS "BELIEVE," "EXPECT," "ANTICIPATE," "INTEND," "TARGET," "ESTIMATE," "CONTINUE," "POSITIONS," "PROSPECTS" OR "POTENTIAL," BY FUTURE CONDITIONAL VERBS SUCH AS "WILL," "WOULD," "SHOULD," "COULD" OR "MAY", OR BY VARIATIONS OF SUCH WORDS OR BY SIMILAR EXPRESSIONS. THESE FORWARD-LOOKING STATEMENTS ARE SUBJECT TO NUMEROUS ASSUMPTIONS, RISKS AND UNCERTAINTIES, WHICH CHANGE OVER TIME. FORWARD-LOOKING STATEMENTS SPEAK ONLY AS OF THE DATE THEY ARE MADE AND WE ASSUME NO DUTY TO UPDATE FORWARD-LOOKING STATEMENTS. ACTUAL RESULTS MAY DIFFER MATERIALLY FROM CURRENT PROJECTIONS.

IN ADDITION TO FACTORS PREVIOUSLY DISCLOSED IN BENEFICIAL BANCORP'S REPORTS FILED WITH THE U.S. SECURITIES AND EXCHANGE COMMISSION AND THOSE IDENTIFIED ELSEWHERE IN THIS PRESENTATION, THE FOLLOWING FACTORS AMONG OTHERS, COULD CAUSE ACTUAL RESULTS TO DIFFER MATERIALLY FROM FORWARD-LOOKING STATEMENTS OR HISTORICAL PERFORMANCE: CHANGES IN ASSET QUALITY AND CREDIT RISK; THE INABILITY TO SUSTAIN REVENUE AND EARNINGS GROWTH; OUR ABILITY TO CONTROL COSTS AND EXPENSES; CHANGES IN INTEREST RATES AND CAPITAL MARKETS; LOAN DELINQUENCY RATES; INFLATION; CUSTOMER ACCEPTANCE OF BENEFICIAL BANK PRODUCTS AND SERVICES; CUSTOMER BORROWING, REPAYMENT, INVESTMENT AND DEPOSIT PRACTICES; CUSTOMER DISINTERMEDIATION; THE INTRODUCTION, WITHDRAWAL, SUCCESS AND TIMING OF BUSINESS INITIATIVES; COMPETITIVE CONDITIONS AND OUR ABILITY TO OFFER COMPETITIVE PRODUCTS AND PRICING; THE INABILITY TO REALIZE COST SAVINGS OR REVENUES OR TO IMPLEMENT INTEGRATION PLANS AND OTHER CONSEQUENCES ASSOCIATED WITH MERGERS, ACQUISITIONS AND DIVESTITURES; NATIONAL, REGIONAL AND LOCAL ECONOMIC CONDITIONS; AND THE IMPACT, EXTENT AND TIMING OF TECHNOLOGICAL CHANGES, CAPITAL MANAGEMENT ACTIVITIES, AND OTHER ACTIONS OF THE FEDERAL RESERVE BOARD AND OTHER LEGISLATIVE AND REGULATORY ACTIONS AND REFORMS. THESE FACTORS SHOULD BE CONSIDERED IN EVALUATING THE FORWARD-LOOKING STATEMENTS AND UNDUE RELIANCE SHOULD NOT BE PLACED ON SUCH STATEMENTS.

ANNUALIZED, PRO FORMA, PROJECTED AND ESTIMATED NUMBERS ARE USED FOR ILLUSTRATIVE PURPOSE ONLY, ARE NOT FORECASTS AND MAY NOT REFLECT ACTUAL RESULTS. THIS PRESENTATION ALSO INCLUDES INTERIM AND UNAUDITED FINANCIAL INFORMATION THAT IS SUBJECT TO FURTHER REVIEW BY BENEFICIAL BANCORP'S INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM.

3 INVESTMENT HIGHLIGHTS

Solid Franchise

- Strong core deposits
- Diversified loan portfolio
- History of growing core deposits and commercial loans organically and via acquisition
- Effectively managing credit, interest rate, and liquidity risk
- Oldest and largest Philadelphia-based bank

Attractive Markets

- Country's 5th most populous city, 7th largest metropolitan area and major center of economic activity⁽¹⁾
- Favorable income and age demographics
- Significant opportunities to grow market share
- Dominated by large "out of town" banks

Shareholder Focused

- Demonstrated history of stock repurchases
- Disciplined acquirer
- Attractive dividend yield

Compelling Valuation

- Stock Price \$16.10⁽²⁾
- Current Price to TBV: 145%⁽²⁾ is trading below peers

(1) Source: U.S. Census Bureau, SNL Financial

(2) Stock price as of November 11, 2016

4 OVERVIEW OF BENEFICIAL BANCORP

(\$ in millions)

As of September 30, 2016

Corporate Headquarters Philadelphia, PA

Branches 63 (40 in PA; 23 in NJ)

Market Capitalization⁽¹⁾ \$1,222.2

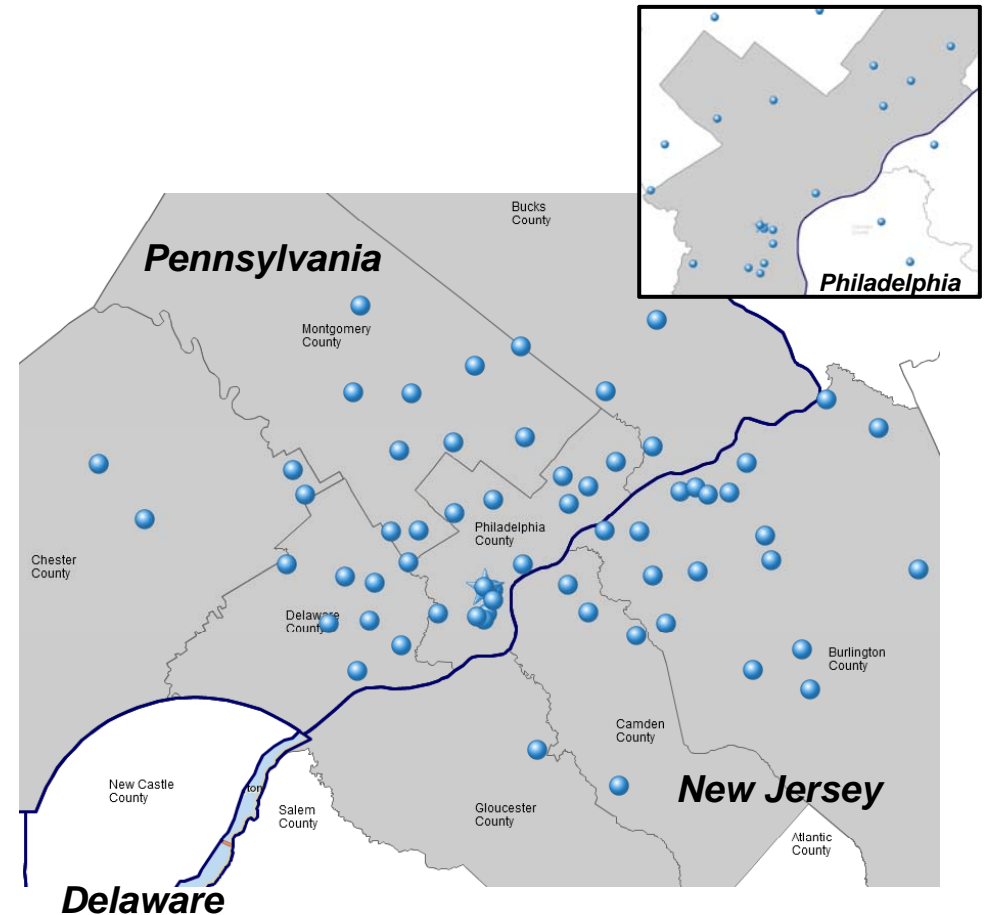
Total Assets \$5,580.4

Total Deposits \$4,063.5

- Founded in 1853
- Oldest and largest bank headquartered in Philadelphia
- #6 deposit market share in Philadelphia for all banks and thrifts
- Largest locally-headquartered bank or thrift by assets or deposits

(1) As of November 11, 2016

Source: SNL Financial



★ **Beneficial Bancorp, Inc. Headquarters**
1818 Market Street, Philadelphia

● Beneficial Bank

Beneficial
bancorp, inc.

5 OUR MARKET – GREATER PHILADELPHIA

Opportunity for Growth Both Organically and through Acquisitions in the Attractive Philadelphia MSA

- Philadelphia is 7th largest metropolitan region in the U.S.
- 66 colleges and universities in the area
- Median household income of \$66k versus national median of \$57k
- Community banks comprise a large portion of total institutions in Philadelphia Metro area (88 of 102)
- 80 of 102 Philadelphia banking institutions have less than 10 branch locations
- Only 10 of 102 Philadelphia banking institutions have more than 50 branch locations
- Beneficial is large enough to compete with the largest financial institutions
- Beneficial has enough capital to enhance existing branch footprint or strategically grow in other key Philadelphia/Southern New Jersey markets











Philadelphia MSA	
Population	6.1 Million
Unemployment Rate	5.2%
Projected 5-Year Household Income Growth	6.82%
Projected 5-Year Population Change	1.69%
Market Deposits	\$344.5 billion
Total Branches	1,707
Total Institutions	102

Philadelphia MSA Community Banks ⁽¹⁾	
Market Deposits	\$38.7 billion
Average Deposits per Bank	\$440 million
Total Branches	574
Total Institutions	88

(1) Excludes Beneficial Bank
Source: U.S. Census Bureau, SNL Financial, U.S. Bureau of Labor Statistics

BENEFICIAL TODAY – COMPETITIVE ADVANTAGE

(\$ in thousands)

Rank	Bank	Branches	Market	Share
1	 WELLS FARGO	40	\$13,225,287	26.76%
2	 PNC	38	\$8,275,698	16.74%
3	 Bank of America	18	\$7,707,392	15.59%
4	 Citizens Bank	56	\$7,515,005	15.20%
5	 TD Bank	23	\$4,097,430	8.29%
6	 Beneficial BANK True to our name. Since 1853.	16	\$1,585,253	3.21%
7	 Santander	17	\$1,478,116	2.99%
8	 M&T Bank	8	\$982,362	1.99%
9	 FIRST TRUST BANK	5	\$678,059	1.37%
10	 REPUBLIC BANK	7	\$532,747	1.08%



STRATEGIC PRIORITIES

Improve Profitability

- Continued focus on growing commercial loan portfolio
- Improving balance sheet mix
- Disciplined in the pricing of loan and deposit products
- Stay focused on operating efficiency and cost structure

Asset Quality

- Maintain low levels of non-performing assets
- Maintain strong reserves
- Employ prudent underwriting standards for new originations

Capital Management

- Maintain strong capital levels to allow strategic flexibility
- Invest in profitable businesses
- Share repurchases
- Dividends
- Execute acquisitions with strategic and financial fit

Operations / Technology

- Invest in and leverage IT platform to improve efficiency, control, and scalability
- Continued focus on risk management and compliance functions
- Optimizing mobile banking
- Enhancing online capabilities with completion of website and cash management solutions

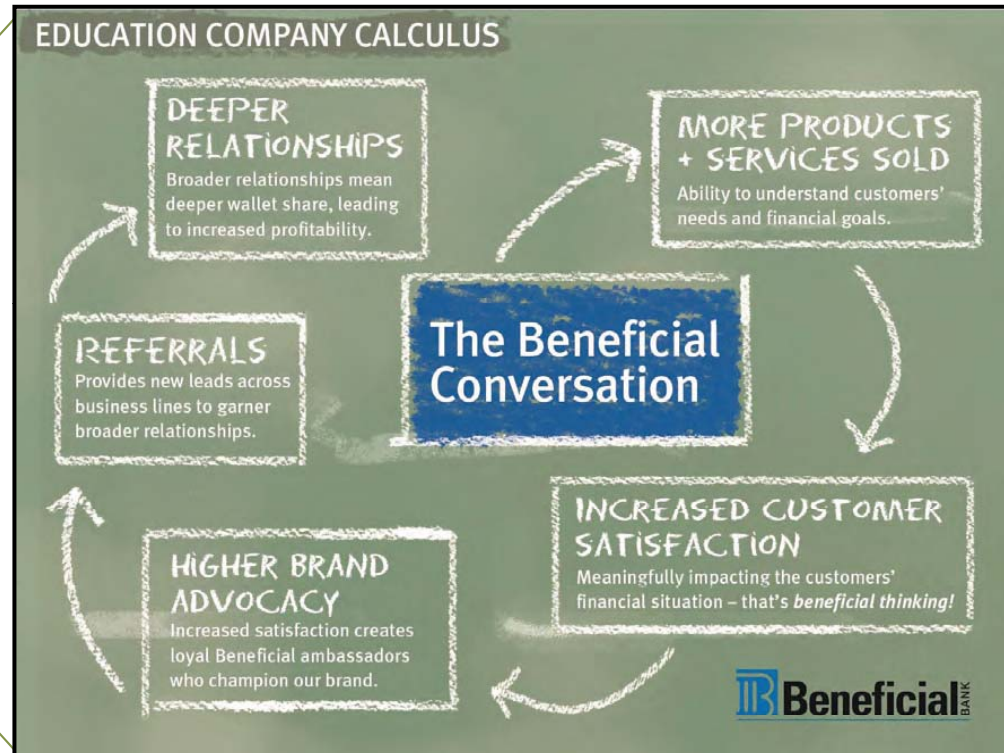
Brand

- Educate our customers to do the right thing financially
- Continue marketing campaign and brand refresh on Beneficial as "TRUE TO OUR NAME. SINCE 1853."
- Highlight Beneficial's commitment to financial education
- Focus on communicating our core mission to provide customers with the tools, knowledge and guidance to help them make wise financial decisions

8 BRAND – EDUCATING OUR CUSTOMERS

The Beneficial Conversation

- Sell Through Education
- Deepen Relationships with Customers
- Capitalize on Cross-Selling Opportunities
- Higher Brand Advocacy
- Maximize our Customers' Experience



CAPITAL MANAGEMENT

- **Common Stock Repurchases**

- First 10% stock repurchase program completed in May 2016 of which Beneficial repurchased 8.292 million shares
- Second 10% stock repurchase program adopted and announced in July 2016 for up to 7.77 million shares

- **Dividends**

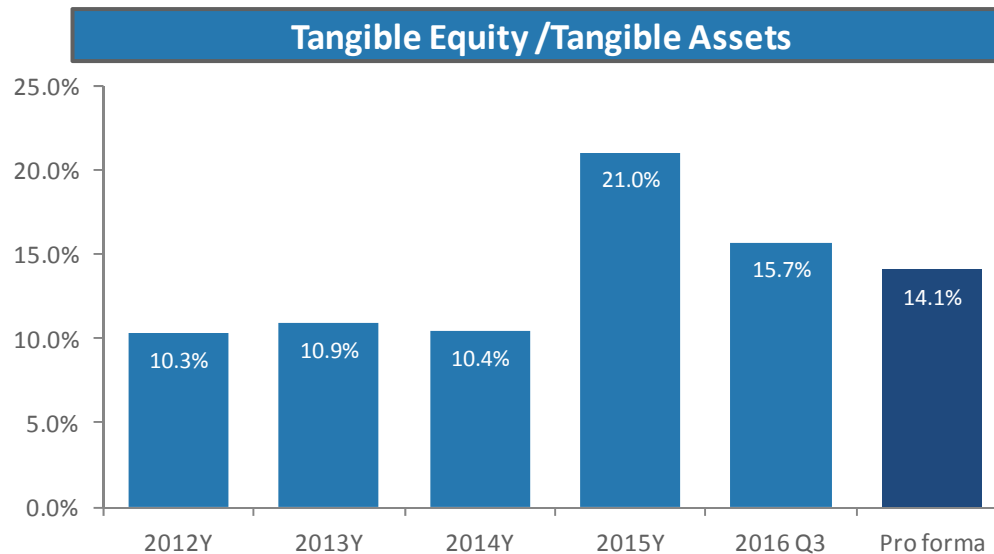
- Declared first-ever dividend of 6 cents per share in July 2016, and another 6 cent dividend in October 2016
- Will continue to evaluate future quarterly dividends based on financial performance

- **Acquisitions**

- Will focus on in-market and contiguous market opportunities
- Maintain discipline on financial hurdles including earnings accretion, tangible book value dilution, earn-back period and internal rate of return
- Completed the acquisition of Conestoga Bank on April 14, 2016 and have successfully integrated the business

10 FOCUSED ON PRUDENT CAPITAL MANAGEMENT

- Have actively reduced excess capital since the second step conversion while driving improved financial performance
- Capital ratios remain strong subsequent to the completion of the Conestoga transaction and the share repurchase programs
- Capital will be deployed in the future to support organic growth, the second share repurchase plan, dividends and acquisitions



Note: Pro forma TE/TA ratio estimates ratio assuming all remaining shares are repurchased under the current program

11 STOCK PERFORMANCE

➤ Stock has performed well since second step conversion in 2015



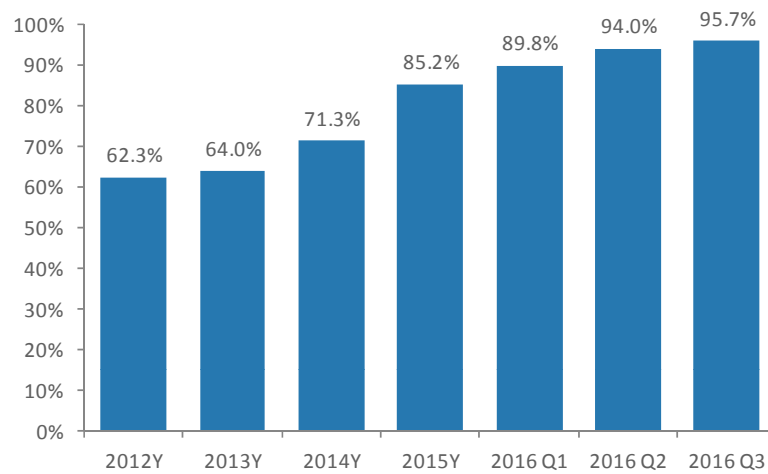
12 Q3 2016 HIGHLIGHTS

- Net interest margin totaled 3.08% and 3.00% for the quarter and the nine months ended September 30, 2016, compared to 2.82% and 2.80% for the same periods in 2015, respectively. Margin has benefited from organic loan growth, the impact of the Conestoga Bank acquisition, and continued improvement in the mix of our balance sheet.
- For the nine months ended September 30, 2016, net interest income increased \$18.5 million, or 20%, to \$111.0 million compared to \$92.5 million for the same period in 2015, primarily due to the Conestoga Bank acquisition and organic loan growth.
- For the nine months ended September 30, 2016, our loan portfolio increased \$946.5 million, or 32.2%, due primarily to the acquisition of Conestoga Bank loans of \$516.3 million (17.6% growth), net organic growth of \$312.7 million (10.6% growth since year-end and 14.2% annualized), and the purchase of \$117.5 million of commercial real estate loans (4.0% growth).
- Asset quality metrics continue to remain strong during the quarter with non-performing assets, excluding government-guaranteed student loans, to total assets of 0.26% as of September 30, 2016. Net charge-offs for the three and nine months ended September 30, 2016 totaled \$54 thousand, or 1 basis point of average loans, and \$1.0 million, or 4 basis points of average loans.
- Continue to deploy our capital from the second step conversion with the tangible capital to tangible assets ratio declining to 15.7% as of September 30, 2016 from 21.0% as of December 31, 2015, primarily due to the Conestoga Bank acquisition and share repurchases.
- Tangible book value per share totaled \$11.13 at September 30, 2016.

TRANSFORMING BALANCE SHEET COMPOSITION TO IMPROVE EARNINGS

13

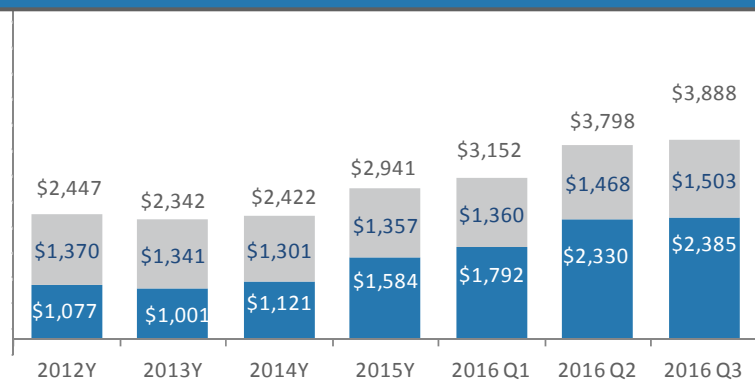
Loan to Deposit Ratio



* Excludes Stock Subscription Proceeds

(\$ in millions)

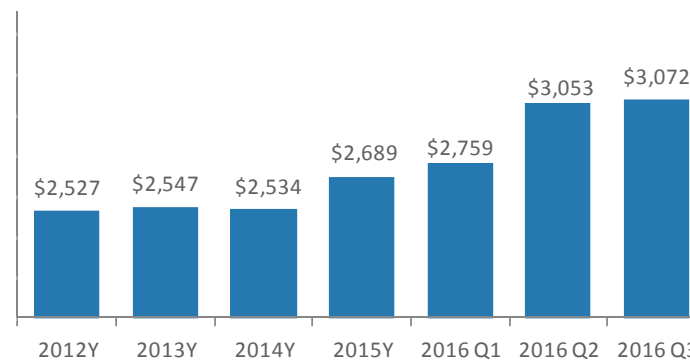
Loans



■ Commercial Loans ■ Residential & Consumer

(\$ in millions)

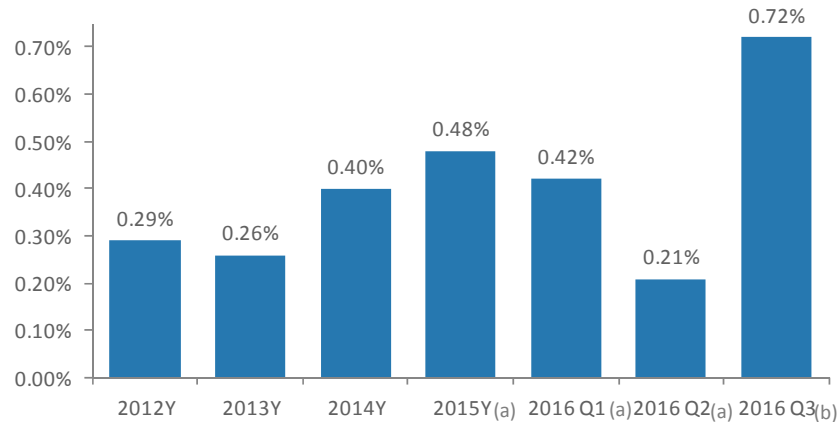
Core Deposits (1)



(1) Excludes Municipal, Time and Stock Subscription Proceeds

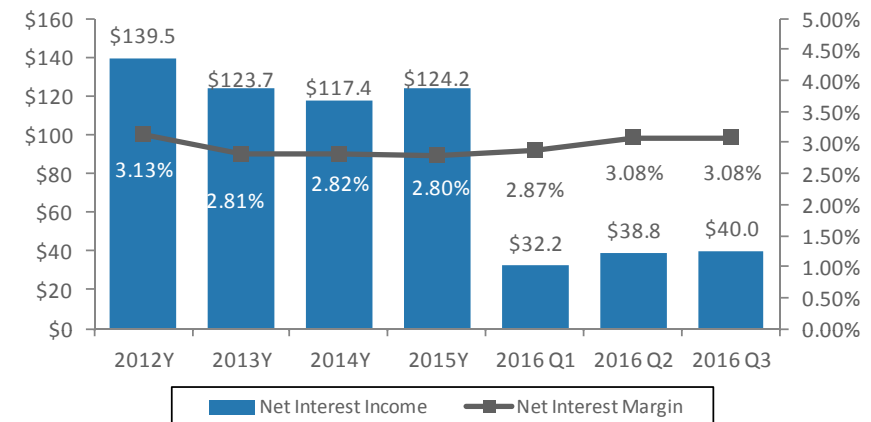
EARNINGS PERFORMANCE IMPROVING

Return on Average Assets

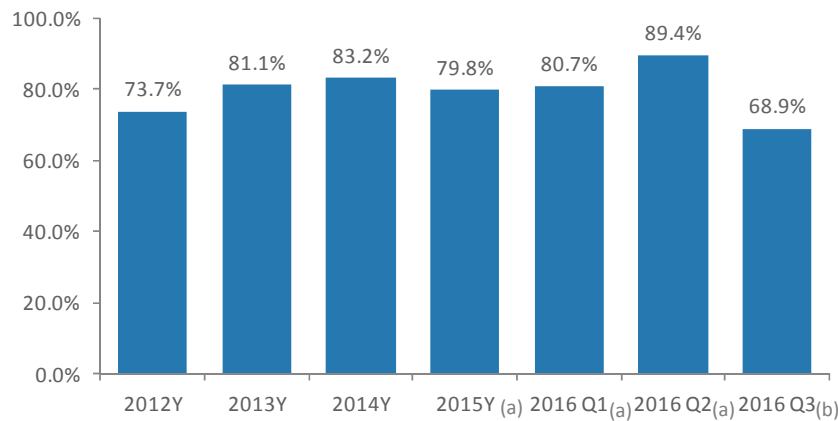


(\$ in millions)

Net Interest Margin

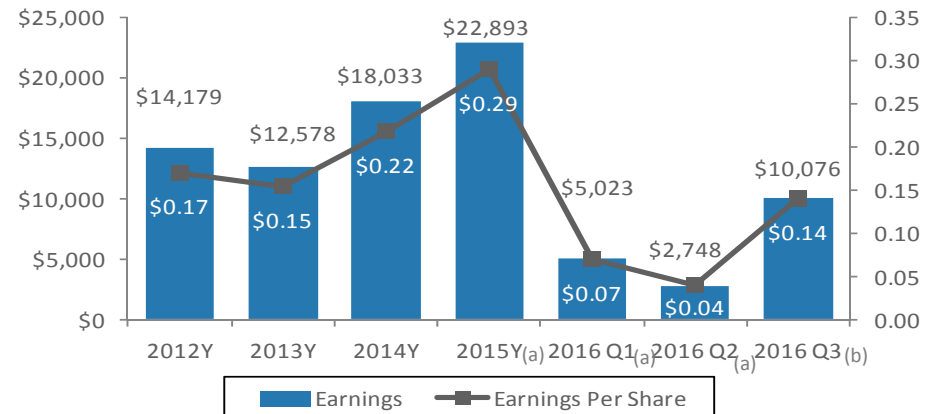


Efficiency Ratio



(\$ in thousands)

Earnings



(a): Includes merger and restructuring charges of \$753 thousand, \$838 thousand and \$8.6 million for the quarters ended December 31, 2015, March 31, 2016, and June 30, 2016, respectively.

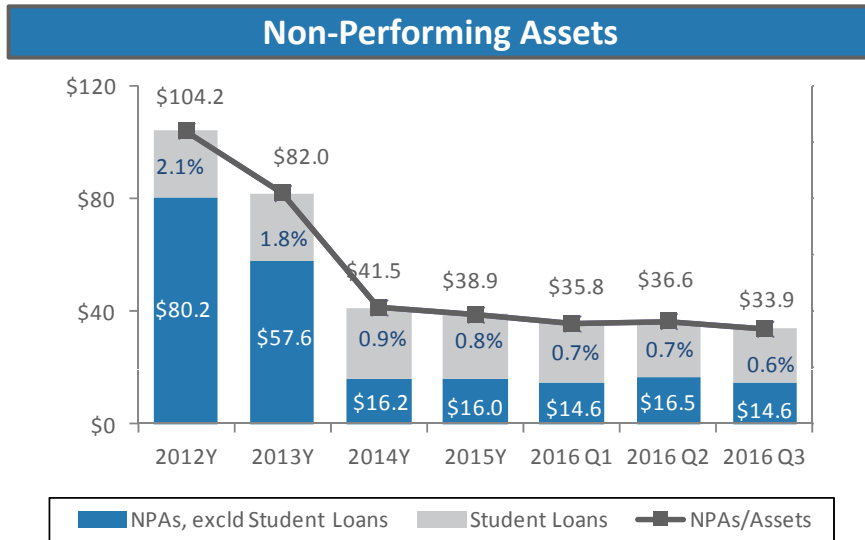
(b): Includes a \$1.8 million one-time gain on the sale of an equity investment, and a reversal of \$694 thousand for merger and restructuring charges.

Note: As a result of the second-step conversion on January 12, 2015, all share and per share information, as appropriate, was adjusted to reflect the 1.0999 exchange ratio for preceding periods.

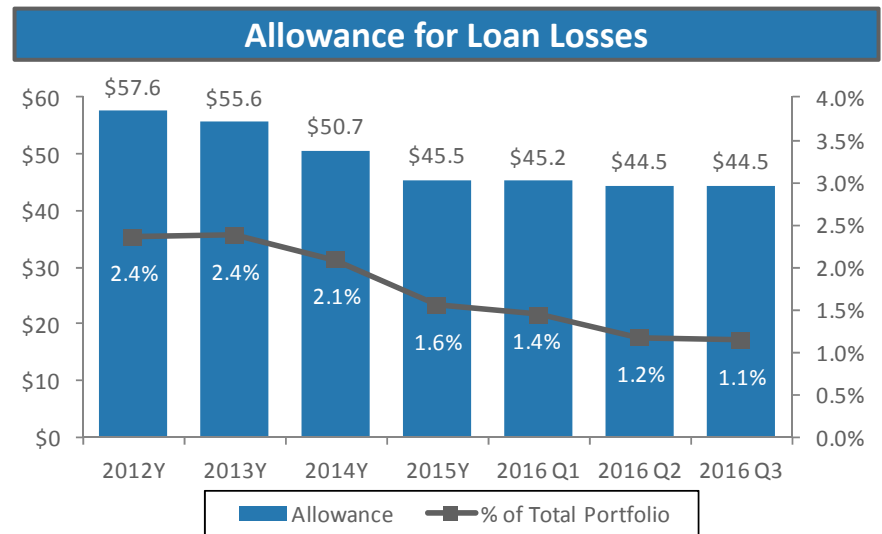


15 FAVORABLE ASSET QUALITY TRENDS

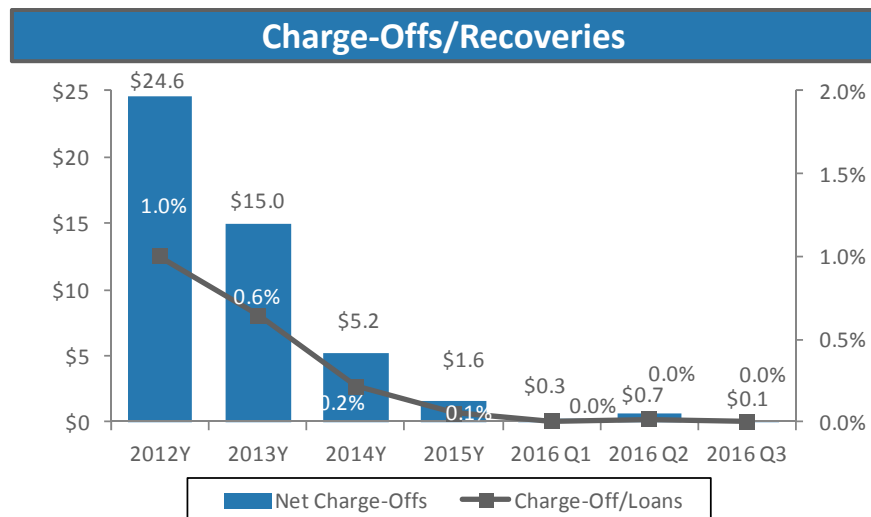
(\$ in millions)



(\$ in millions)



(\$ in millions)



- Excluding government guaranteed student loans, non-performing assets/total assets totaled 0.26% as of September 30, 2016
- Charge-off levels remain low
- Reserve levels remain strong. Excluding loans acquired in the Conestoga transaction, our loan loss reserve coverage ratio totaled 1.31% as of September 30, 2016.

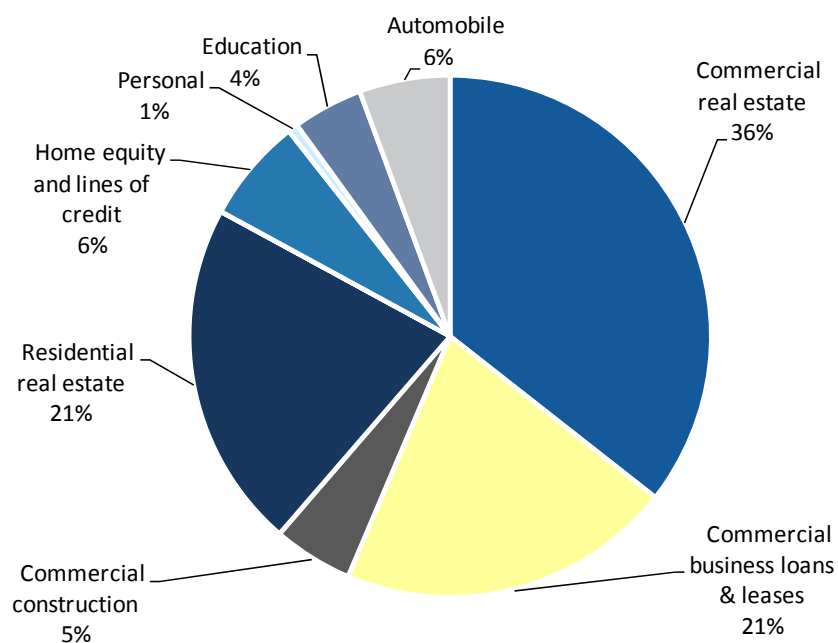
APPENDIX FINANCIAL EXHIBITS

17 FINANCIAL PROFILE

(\$ in millions)	For the Year Ended				For the Quarter Ended		
	12/31/2012	12/31/2013	12/31/2014	12/31/2015	3/31/2016	6/30/2016	9/30/2016
Total Assets	\$5,006.4	\$4,583.4	\$4,751.5	\$4,826.7	\$4,814.7	\$5,514.1	\$5,580.4
Net Loans	2,389.7	2,286.2	2,371.1	2,895.9	3,106.6	3,754.0	3,843.4
Deposits	3,927.5	3,660.0	3,879.7	3,451.9	3,510.5	4,040.6	4,063.5
Total Stockholders' Equity	633.9	615.1	610.9	1,115.5	1,046.6	1,026.3	1,023.2
Gross Loans / Deposits	62.3%	64.0%	62.4%	85.2%	89.8%	94.0%	95.7%
Net Income	14.2	12.6	18.0	22.9	5.0	2.7	10.1
ROAA	0.29%	0.26%	0.40%	0.48%	0.42%	0.21%	0.72%
ROAE	2.23%	2.01%	2.94%	2.15%	1.87%	1.11%	3.91%
Net Interest Margin	3.13%	2.81%	2.82%	2.80%	2.87%	3.08%	3.08%
Efficiency Ratio	73.7%	81.1%	83.2%	79.8%	80.7%	89.4%	68.9%
Non. Int. Exp. / Avg. Assets	2.55%	2.54%	2.64%	2.50%	2.52%	2.95%	2.39%
NPAs / Assets	2.08%	1.79%	0.87%	0.81%	0.74%	0.66%	0.60%
Reserves / Loans	2.36%	2.38%	2.09%	1.55%	1.44%	1.17%	1.14%

18 LOAN PORTFOLIO

Loan Portfolio Composition as of 9/30/2016



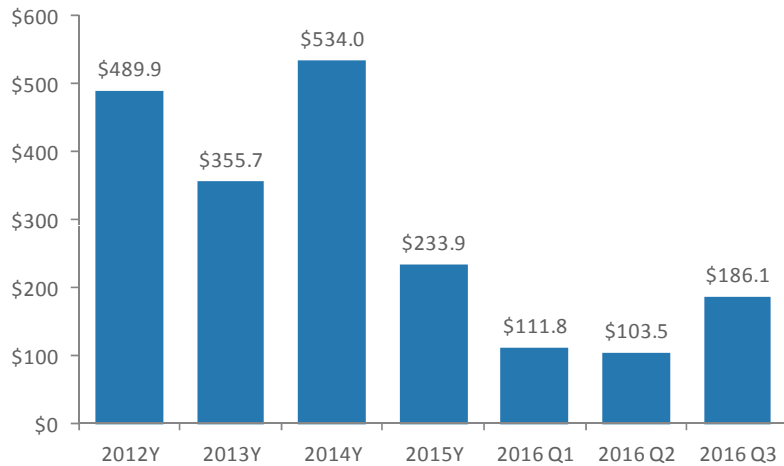
(\$ in millions)	12/31/2015	9/30/2016	\$ Change	% Change
Commercial real estate	\$971.1	\$1,383.8	\$412.7	42.5%
Commercial business loans & leases	496.3	808.9	312.6	63.0%
Commercial construction	116.4	192.0	75.6	64.9%
Total Commercial Loans	1,583.8	2,384.7	800.9	50.6%
Residential real estate	735.4	839.4	104.0	14.1%
Residential construction	0.3	0.2	(0.1)	(33.3%)
Total Residential Loans	735.7	839.6	103.9	14.1%
Home equity and lines of credit	231.8	251.4	19.6	8.5%
Personal	20.6	23.8	3.2	15.5%
Education	181.7	169.7	(12.0)	(6.6%)
Automobile	187.8	218.7	30.9	16.5%
Total Consumer Loans	621.9	663.6	41.7	6.7%
Total Loans	\$2,941.4	\$3,887.9	\$946.5	32.2%

- Investments in our commercial lending teams have helped drive strong organic commercial loan growth
- During the second quarter 2016, we completed the acquisition of Conestoga Bank which increased total loans by \$516.3 million

19 CASH AND INVESTMENTS

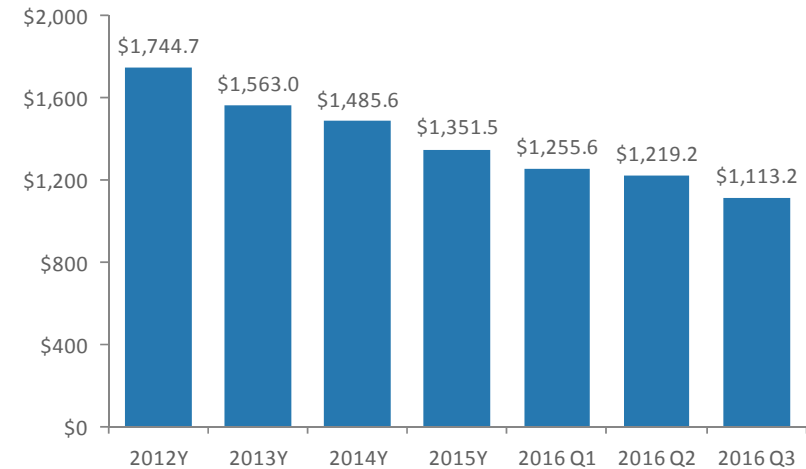
(\$ in millions)

Cash and Overnight Securities



(\$ in millions)

Investment Securities⁽¹⁾



- We are focused on improving our balance sheet mix by reducing the percentage of our assets in cash and investments and growing our loan portfolio
- Cash and overnight investments combined with the investment portfolio represented 23.3% of the balance sheet as of September 30, 2016 down from 32.8% at December 31, 2015

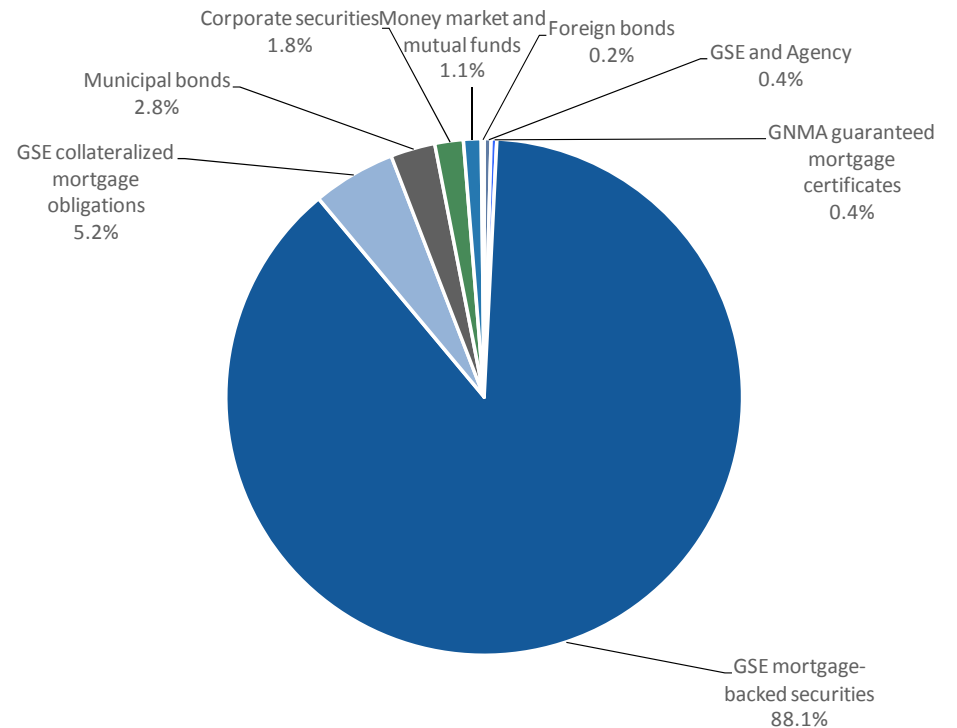
(1) Excludes Federal Home Loan Bank Stock

20 SECURITIES PORTFOLIO

(\$ in millions)	Amortized Cost	Estimated Fair Value
Available-for-sale (AFS)		
GSE and Agency	\$5.0	\$5.0
GNMA guaranteed mortgage certificates	3.9	4.0
GSE mortgage-backed securities	395.4	405.4
GSE collateralized mortgage obligations	25.6	25.5
Municipal bonds	30.1	30.5
Corporate securities	19.5	19.9
Money market and mutual funds	12.2	12.2
Total Available-for-sale	\$491.7	\$502.5

Held-to-maturity (HTM)		
GSE mortgage-backed securities	\$575.5	\$588.5
GSE collateralized mortgage obligations	32.5	33.2
Municipal bonds	0.6	0.7
Foreign bonds	2.0	2.1
Total held-to-maturity:	\$610.6	\$624.5

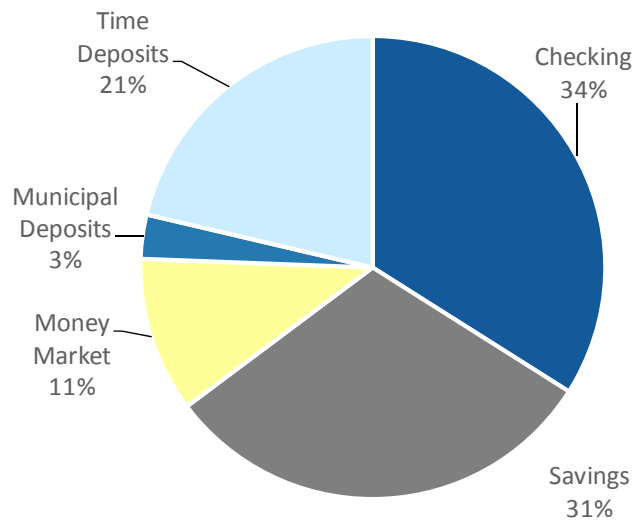
Yield on Investment Securities	2.08%
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- High quality investment portfolio
- Provides steady stream of cash flow
- Focused on keeping average life short (3.4 years)

21 DEPOSIT COMPOSITION

Q3 2016 Total Deposits



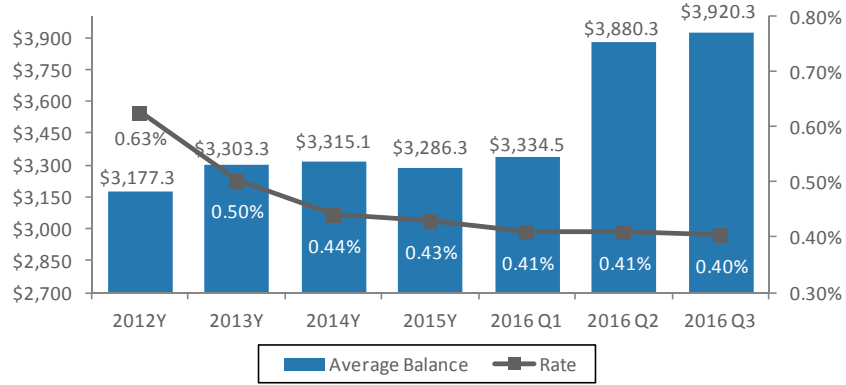
(\$ in millions)	12/31/2015	9/30/2016	\$ Change	% Change
Checking	\$1,167.0	\$1,380.4	\$213.4	18.3%
Savings	1,132.8	1,251.9	119.1	10.5%
Money Market	389.4	439.6	50.2	12.9%
Total	2,689.2	3,071.9	382.7	14.2%
Municipal Deposits	132.6	124.7	(7.9)	(6.0%)
Time Deposits	630.1	866.9	236.8	37.6%
Total Deposits	\$3,451.9	\$4,063.5	\$611.6	17.7%

- Core deposits, excluding municipal deposits, have increased \$382.7 million from December 31, 2015
- During the second quarter 2016, we completed the acquisition of Conestoga Bank which increased total deposits by \$588.4 million

22 COST OF DEPOSITS

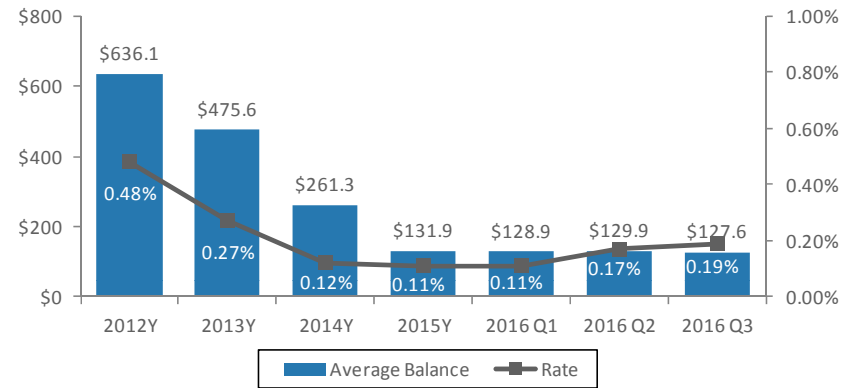
(\$ in millions)

Total Deposits (excluding Municipal Deposits)



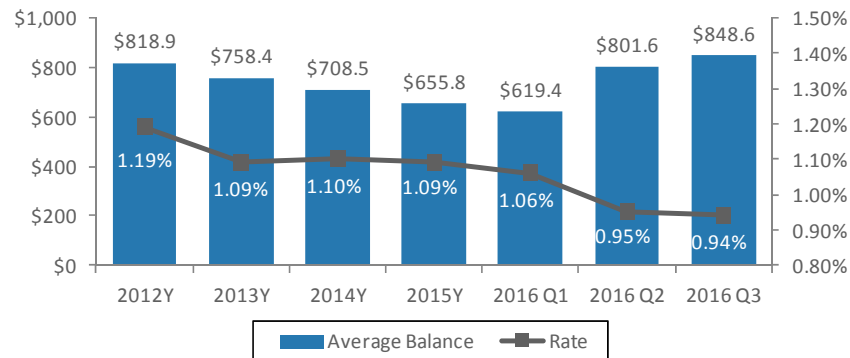
(\$ in millions)

Municipal Deposits



(\$ in millions)

Certificates of Deposit



- Cost of deposits has significantly declined
- Actively assessing and managing our deposit mix, deposit balance levels and pricing to maximize net interest margin and ROE
- Have aggressively re-priced and decreased the municipal deposit portfolio since 2012

CALCULATION OF EFFICIENCY RATIO

(\$ in thousands)	For the Year Ended				For the Quarter Ended		
	12/31/2012	12/31/2013	12/31/2014	12/31/2015	3/31/2016	6/30/2016	9/30/2016
Noninterest Expense	\$123,125	\$120,688	\$118,251	\$118,488	\$30,333	\$40,053	\$33,262
Net Interest Income	\$139,457	\$123,736	\$117,424	\$124,222	\$32,240	\$38,776	\$40,009
Noninterest Income	\$27,606	\$25,125	\$24,783	\$24,284	\$5,343	\$6,019	\$8,246
Total Revenue	\$167,063	\$148,861	\$142,207	\$148,506	\$37,583	\$44,795	\$48,255
Efficiency Ratio	73.7%	81.1%	83.2%	79.8%	80.7%	89.4%	68.9%

24 RECONCILIATION OF NON-GAAP MEASURES

(\$ in thousands)	As of				
	12/31/2012	12/31/2013	12/31/2014	12/31/2015	9/30/2016
Total Stockholders' Equity	\$633,873	\$615,146	\$610,894	\$1,115,546	\$1,023,247
Goodwill	(\$121,973)	(\$121,973)	(\$121,973)	(\$121,973)	(\$169,275)
Other intangibles	(\$9,879)	(\$8,007)	(\$6,136)	(\$4,389)	(\$5,025)
Tangible Common Equity	\$502,021	\$485,166	\$482,785	\$989,184	\$848,947
Total Assets	\$5,006,404	\$4,583,413	\$4,751,522	\$4,826,695	\$5,580,393
Goodwill	(\$121,973)	(\$121,973)	(\$121,973)	(\$121,973)	(\$169,275)
Other intangibles	(\$9,879)	(\$8,007)	(\$6,136)	(\$4,389)	(\$5,025)
Tangible Assets	\$4,874,552	\$4,453,433	\$4,623,413	\$4,700,333	\$5,406,093
Tangible Common Equity / Tangible Assets	10.3%	10.9%	10.4%	21.0%	15.7%

25 ADDITIONAL INFORMATION

For Additional Information Please Contact:

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