

Provident Financial Holdings, Inc.

September 30, 2008

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Provident Financial Holdings, Inc.

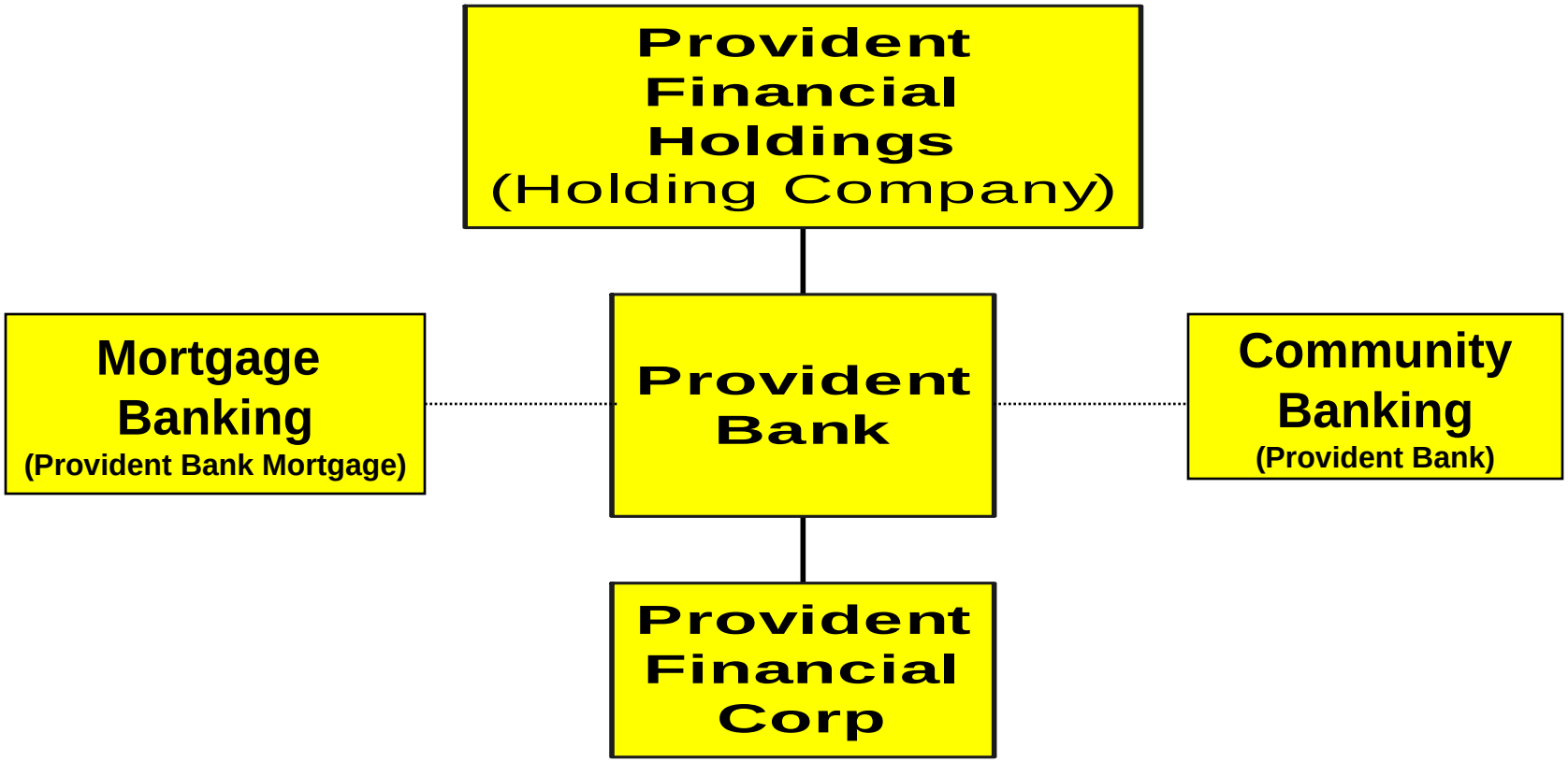
Safe-Harbor Statement

This presentation contains statements that the Corporation believes are “forward-looking statements.” These statements relate to the Corporation’s financial condition, results of operations, plans, objectives, future performance or business. You should not place undue reliance on these statements, as they are subject to risks and uncertainties. When considering these forward-looking statements, you should keep in mind these risks and uncertainties, as well as any cautionary statements the Corporation may make. Moreover, you should treat these statements as speaking only as of the date they are made and based only on information then actually known to the Corporation. There are a number of important factors that could cause future results to differ materially from historical performance and these forward-looking statements. Factors which could cause actual results to differ materially include, but are not limited to, the credit risks of lending activities, including changes in the level and trend of loan delinquencies and write-offs; changes in general economic conditions, either nationally or in our market areas; changes in the levels of general interest rates, deposit interest rates, our net interest margin and funding sources; fluctuations in the demand for loans, the number of unsold homes and other properties and fluctuations in real estate values in our market areas; results of examinations of us by the Office of Thrift Supervision and our bank subsidiary by the Federal Deposit Insurance Corporation, the Office of Thrift Supervision or other regulatory authorities, including the possibility that any such regulatory authority may, among other things, require us to increase our reserve for loan losses or to write-down assets; our ability to control operating costs and expenses; our ability to implement our branch expansion strategy; our ability to successfully integrate any assets, liabilities, customers, systems, and management personnel we have acquired or may in the future acquire into our operations and our ability to realize related revenue synergies and cost savings within expected time frames and any goodwill charges related thereto; our ability to manage loan delinquency rates; our ability to retain key members of our senior management team; costs and effects of litigation, including settlements and judgments; increased competitive pressures among financial services companies; changes in consumer spending, borrowing and savings habits; legislative or regulatory changes that adversely affect our business; adverse changes in the securities markets; inability of key third-party providers to perform their obligations to us; changes in accounting policies and practices, as may be adopted by the financial institution regulatory agencies or the Financial Accounting Standards Board; war or terrorist activities; other economic, competitive, governmental, regulatory, and technological factors affecting our operations, pricing, products and services and other risks detailed in the Corporation’s reports filed with the Securities and Exchange Commission, including its Annual Report on Form 10-K for the fiscal year ended June 30, 2008.

Market Highlights

Provident Financial Holdings, Inc.	
Nasdaq GS:	PROV
Share price:	$8.80
52-week range:	$6.10 - $25.17
Shares outstanding	6,208,519 shares
Market cap:	$54.6 million
P/E (ttm):	97.78
EPS (ttm):	$0.09
Annual div & yield:	$0.20 (2.27%)
Div distribution date:	19-Sep-08
Div record date:	25-Aug-08
As of September 30, 2008	

Organizational Chart



PROV Overview

Regional Banking Services Company Based in the Inland Empire Area of Southern California

- Expanding customer base and market
- Strong mortgage operations
- Largest independent community bank headquartered in Riverside County, California
- Fifth largest deposit market share in the Riverside-San Bernardino RMA

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Provident Locations

Pleasanton, Northern California



Provident Bank

Full Service Offices:

- Beaumont (Spring 2009)
- Blythe
- Canyon Crest, Riverside
- Corona
- Corporate Office, Riverside
- Downtown, Riverside
- Hemet
- La Sierra, Riverside
- Moreno Valley - Heacock St.
- Moreno Valley - Iris Plaza
- Orangecrest, Riverside
- Rancho Mirage
- Redlands
- Sun City
- Temecula

Provident Bank Mortgage

Wholesale Offices:

- Pleasanton
- Rancho Cucamonga

Retail Offices:

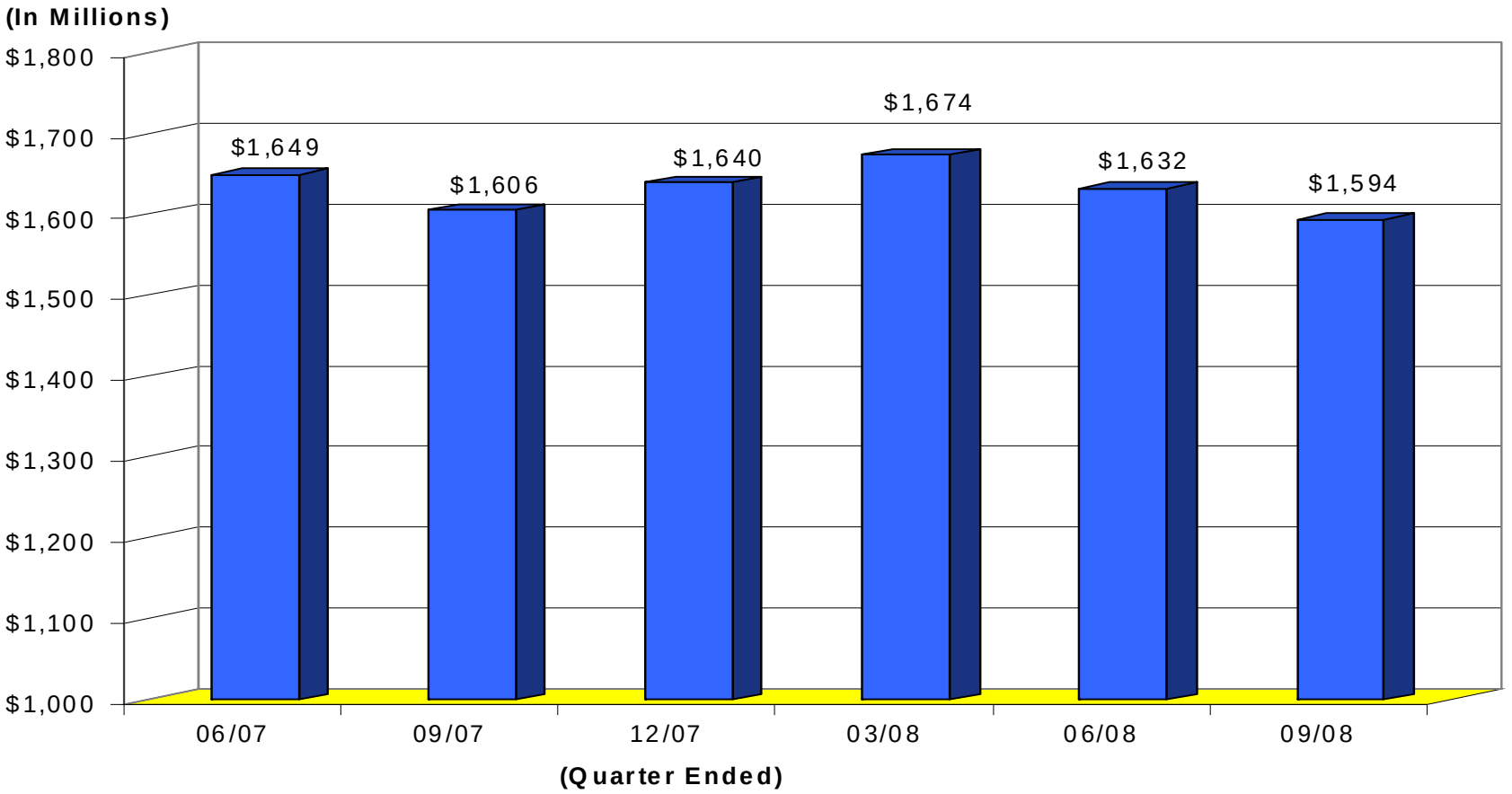
- Glendora
- Riverside

PROV Highlights

Financial Position:	As of 09/30/2008	As of 06/30/2007
Total Assets	$ 1.59 Billion	$ 1.65 Billion
Loans Held for Investment	$ 1.32 Billion	$ 1.35 Billion
Deposits	$ 955.8 Million	$ 1.00 Billion
Equity	$ 124.5 Million	$ 128.8 Million
Tangible Equity	$ 124.5 Million	$ 128.8 Million

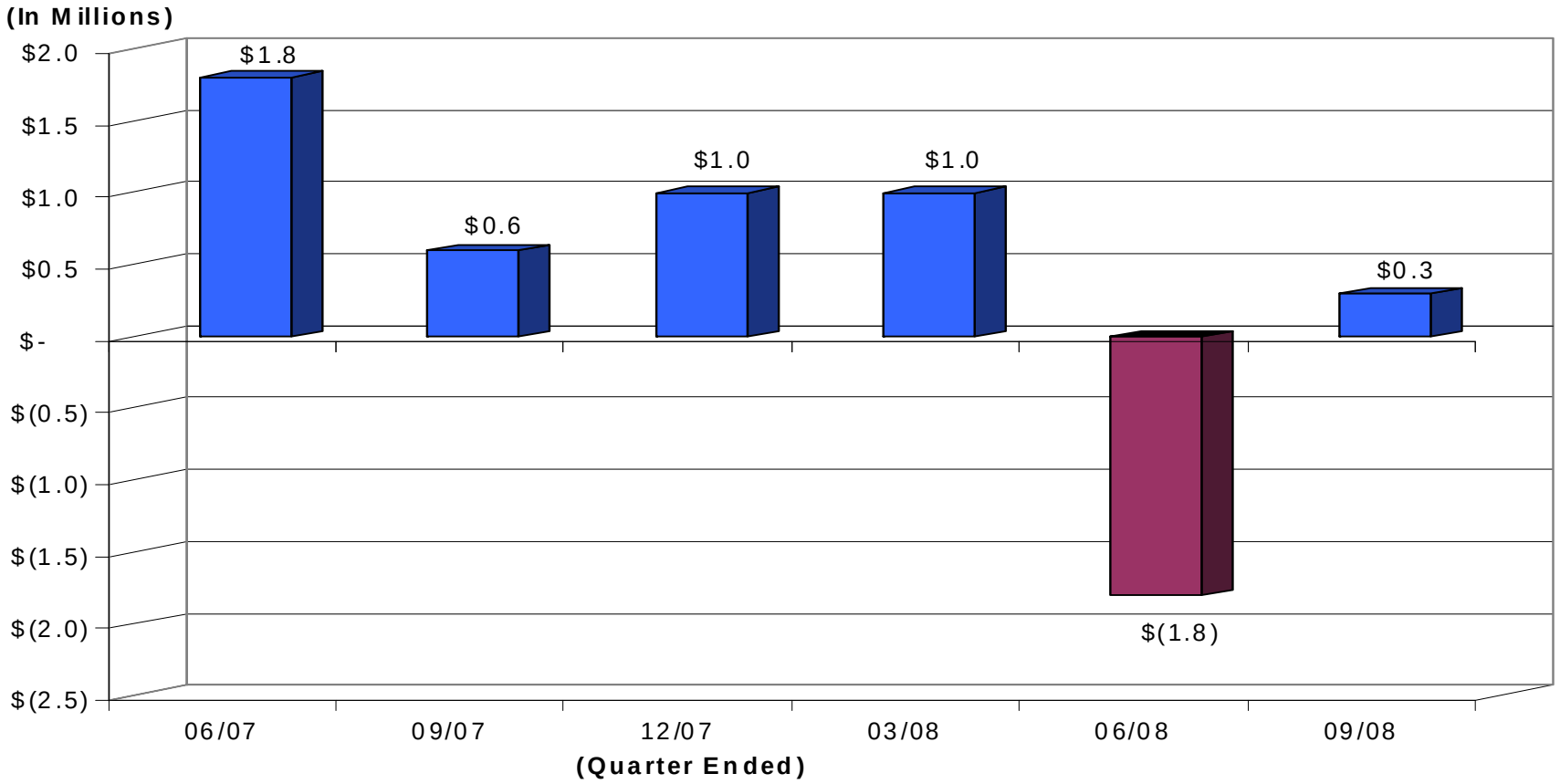
Financial Results:	Quarter Ended 09/30/2008	Quarter Ended 06/30/2007
Net Income	$ 0.3 Million	$ 1.8 Million
Return on Average Equity	1.06%	5.59%
Return on Average Assets	0.08%	0.43%
Net Interest Margin	2.89%	2.37%
Efficiency Ratio	53.48%	74.14%
Total Loan Originations	$ 179.4 Million	$ 244.7 Million
Provident Bank	$ 5.4 Million	$ 12.1 Million
Provident Bank Mortgage	$ 174.0 Million	$ 232.6 Million

Total Assets



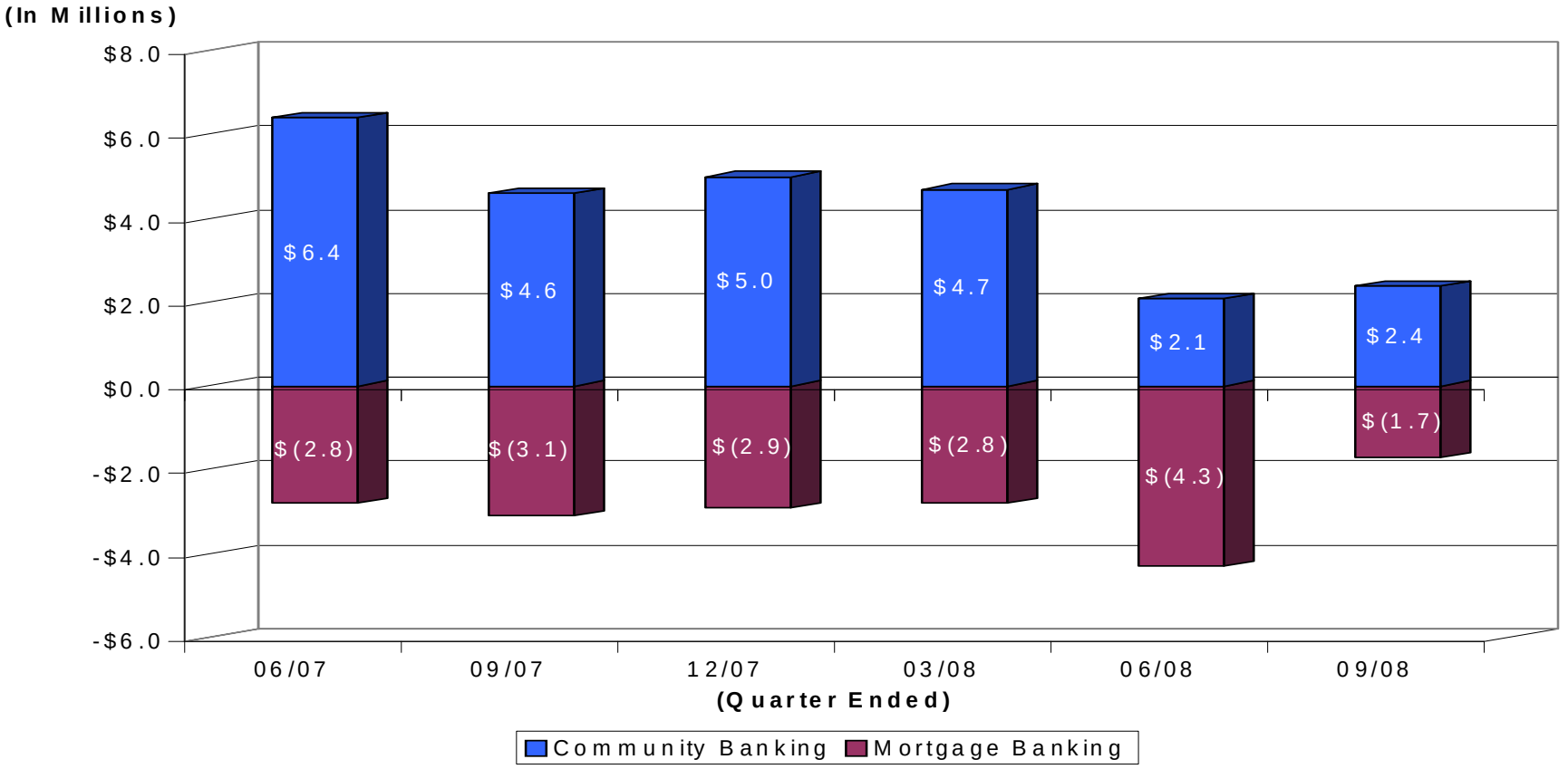
Provident Financial Holdings, Inc.

Quarterly Net Income



Provident Financial Holdings, Inc.

Pre-Tax Income - Operating Segments



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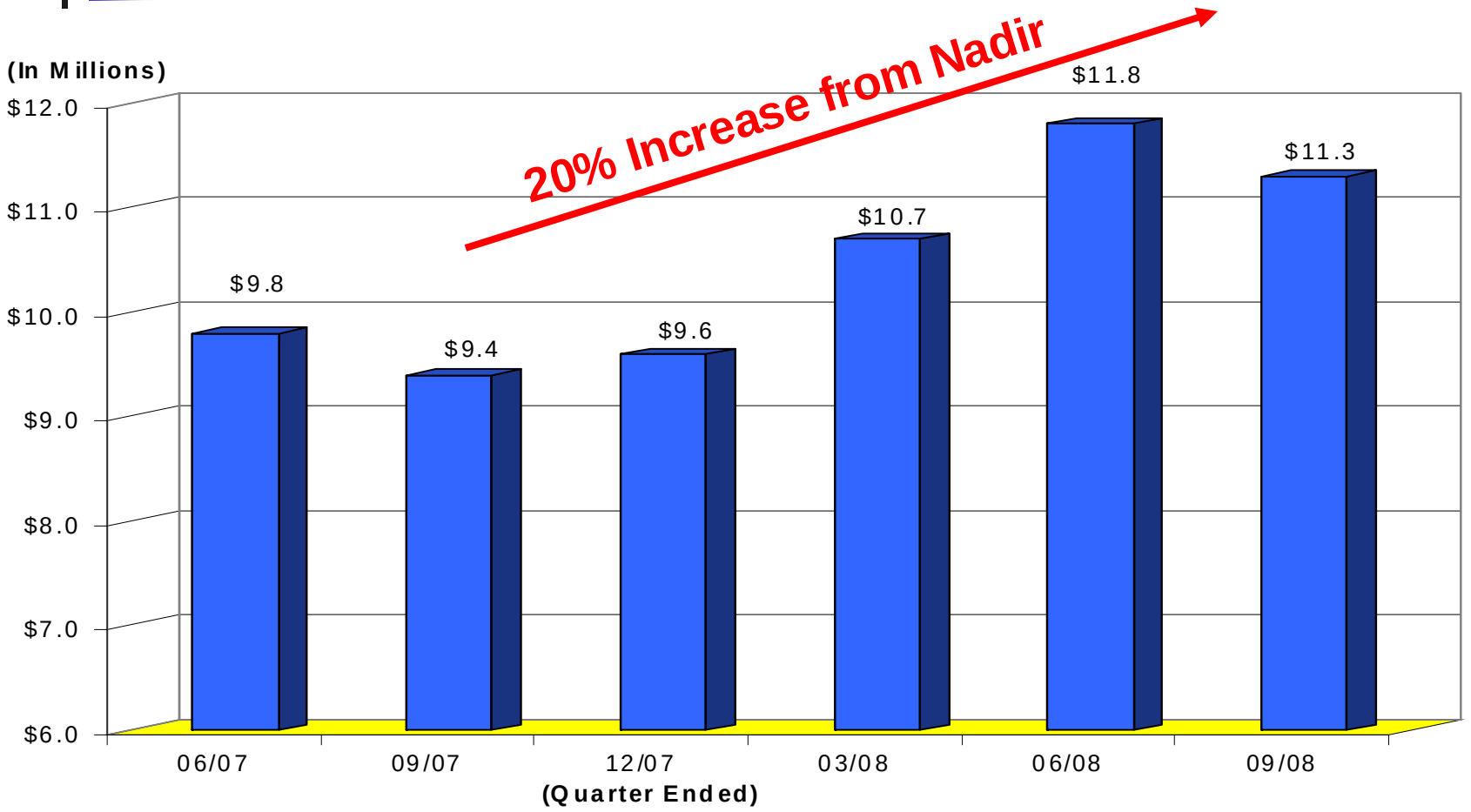
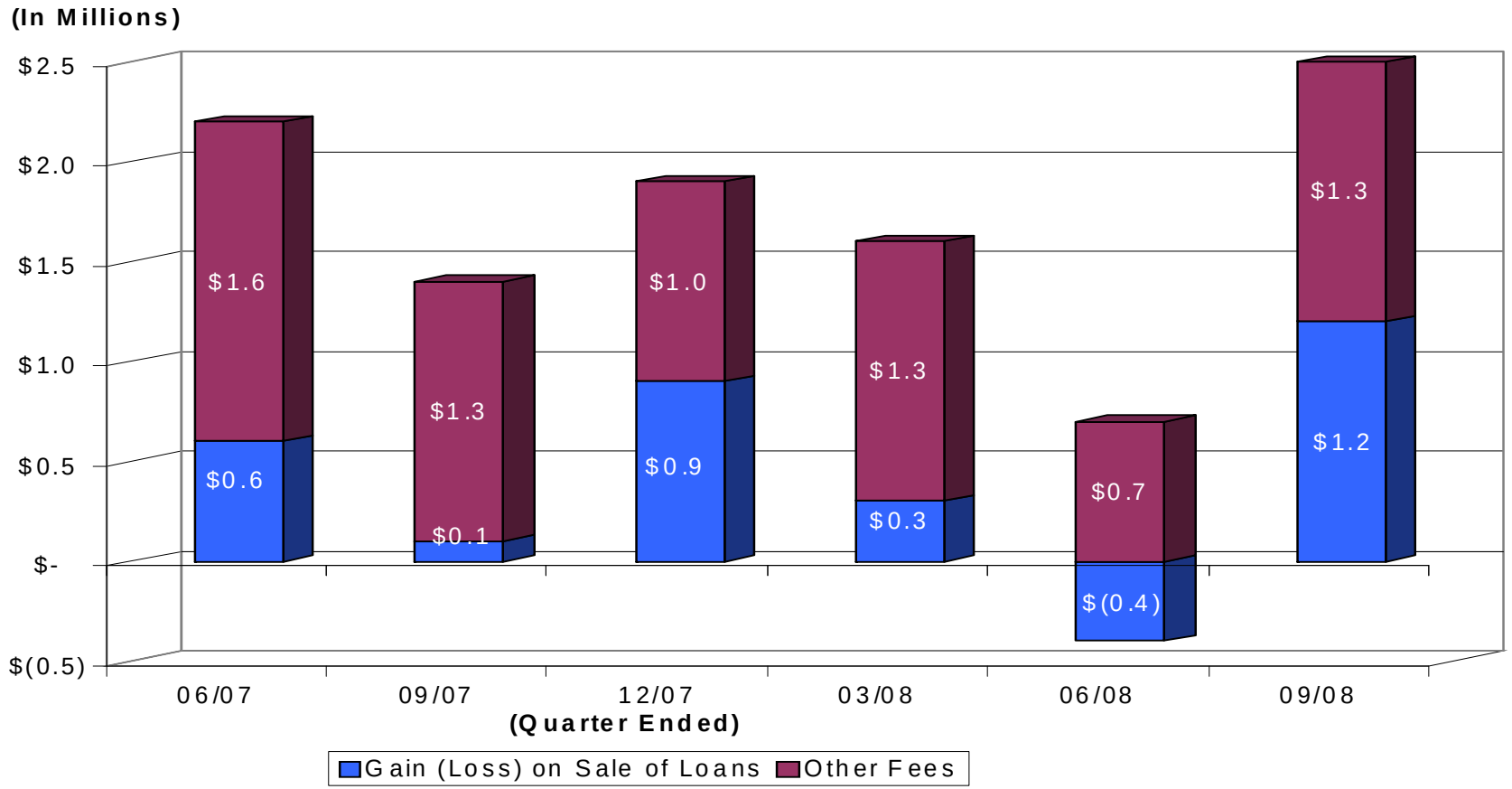
Provident Financial Holdings, Inc.

Quarterly Net Interest Income



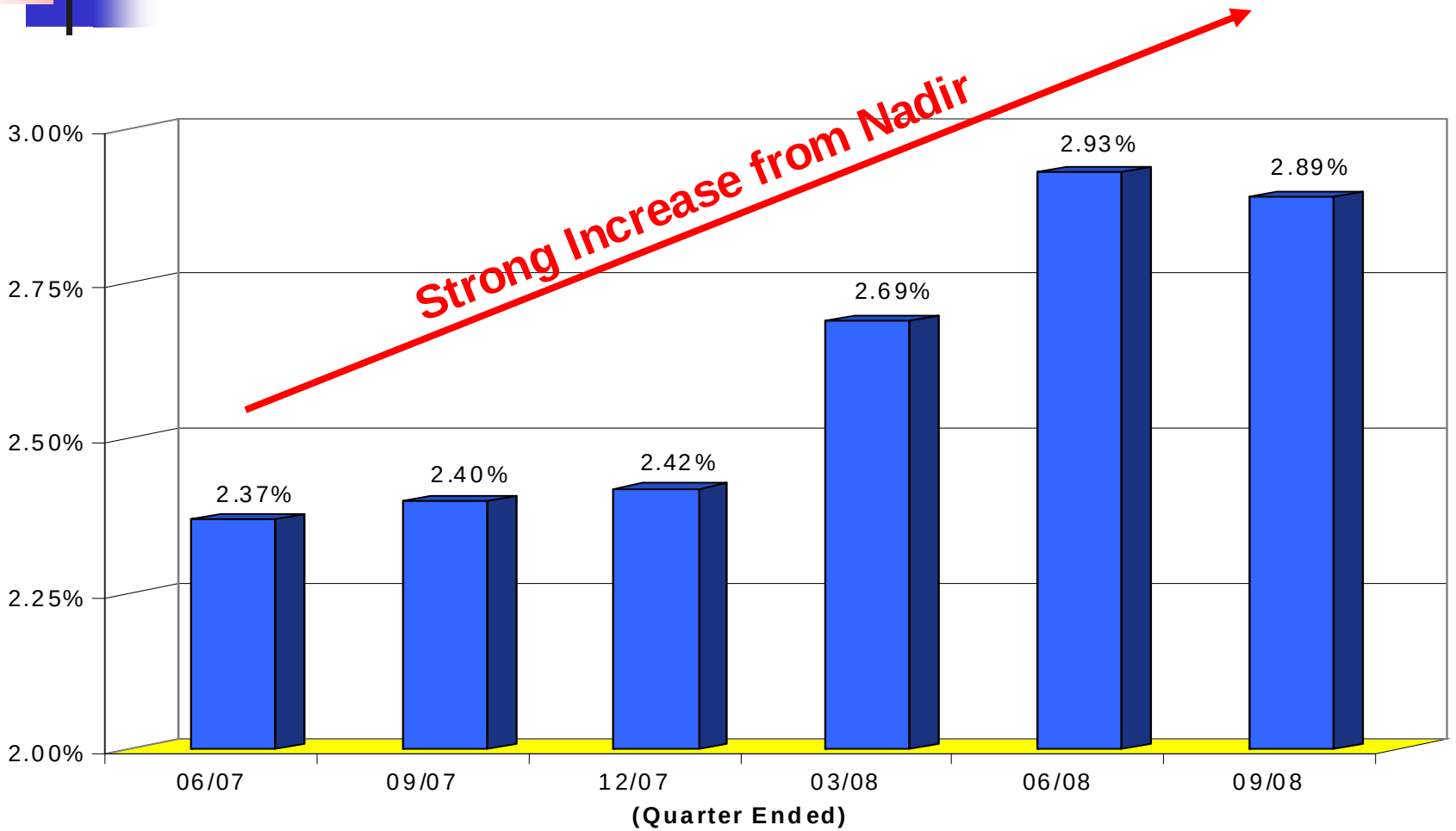
Provident Financial Holdings, Inc.

Non-Interest Income

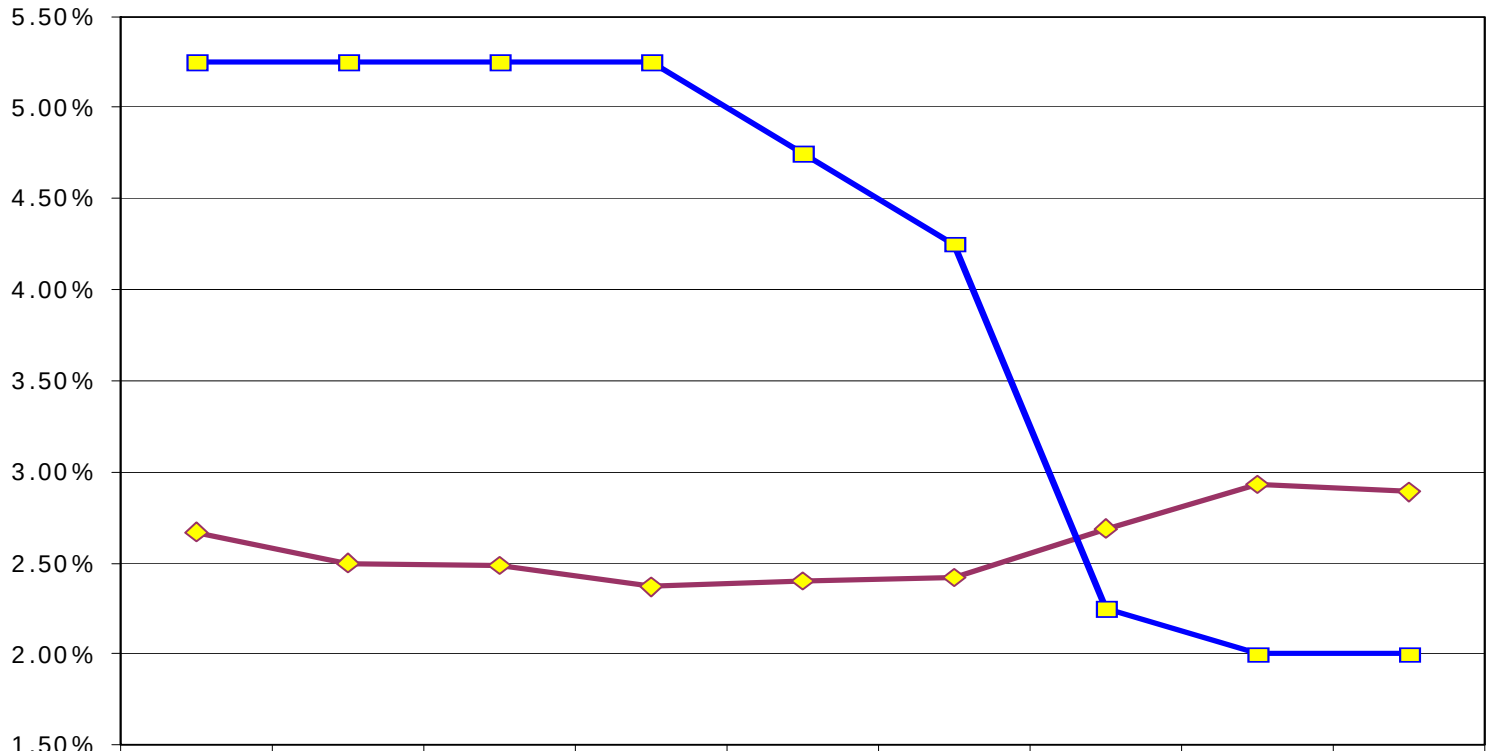


Provident Financial Holdings, Inc.

Net Interest Margin

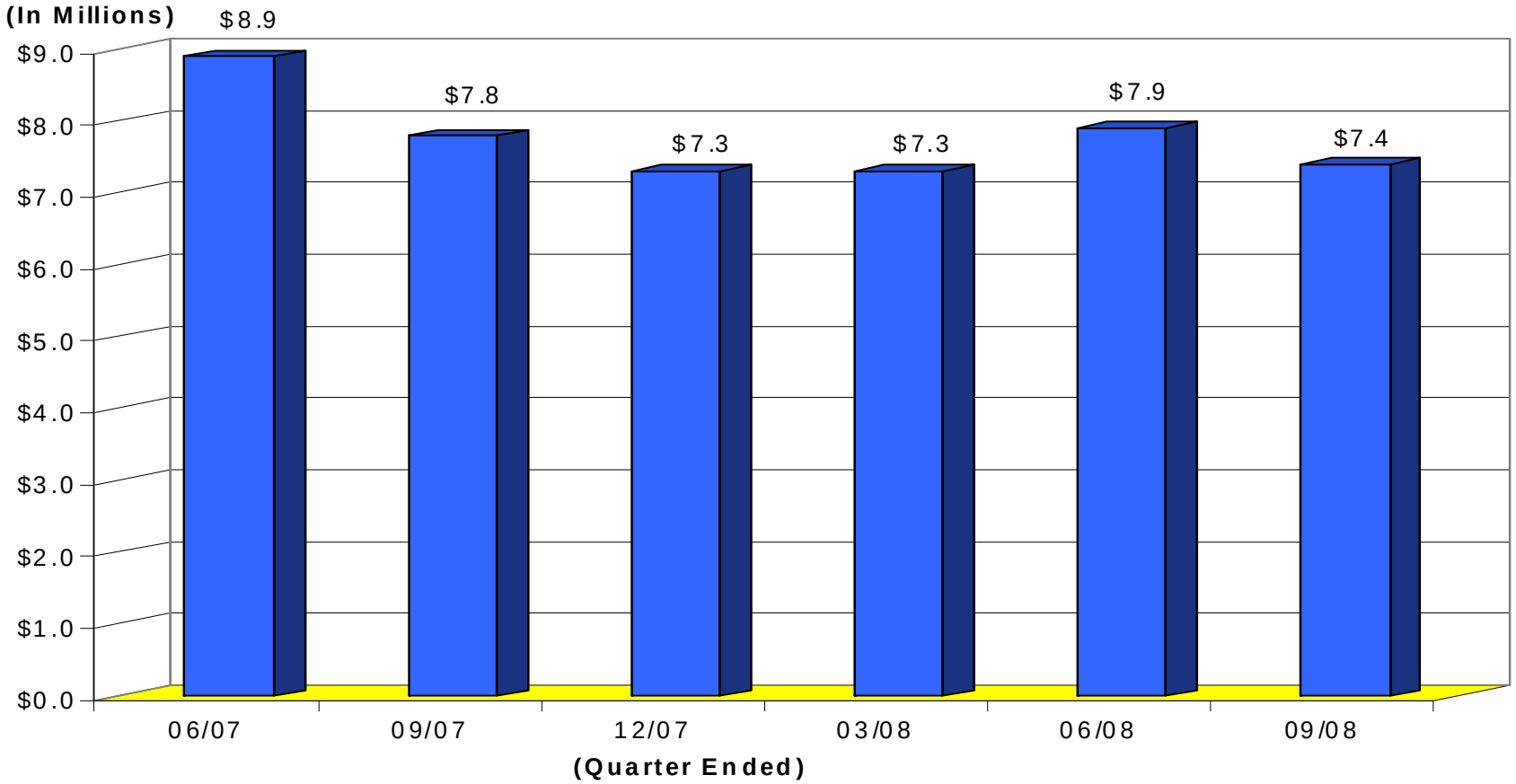


Net Interest Margin vs. Fed Funds

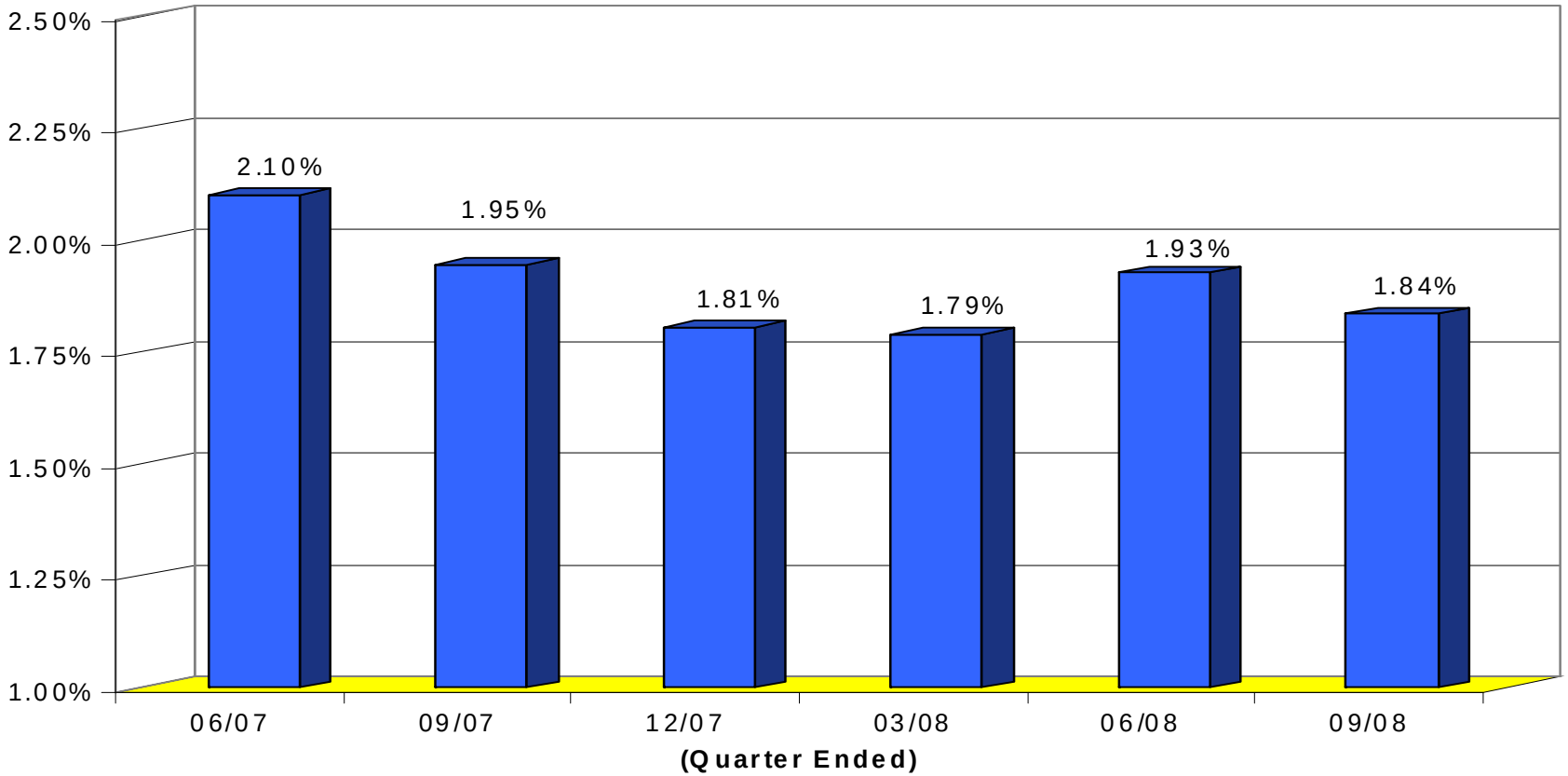


	09/06	12/06	03/07	06/07	09/07	12/07	03/08	06/08	9/08
NIM (%)	2.67%	2.50%	2.49%	2.37%	2.40%	2.42%	2.69%	2.93%	2.89%
Fed Funds (%)	5.25%	5.25%	5.25%	5.25%	4.75%	4.25%	2.25%	2.00%	2.00%

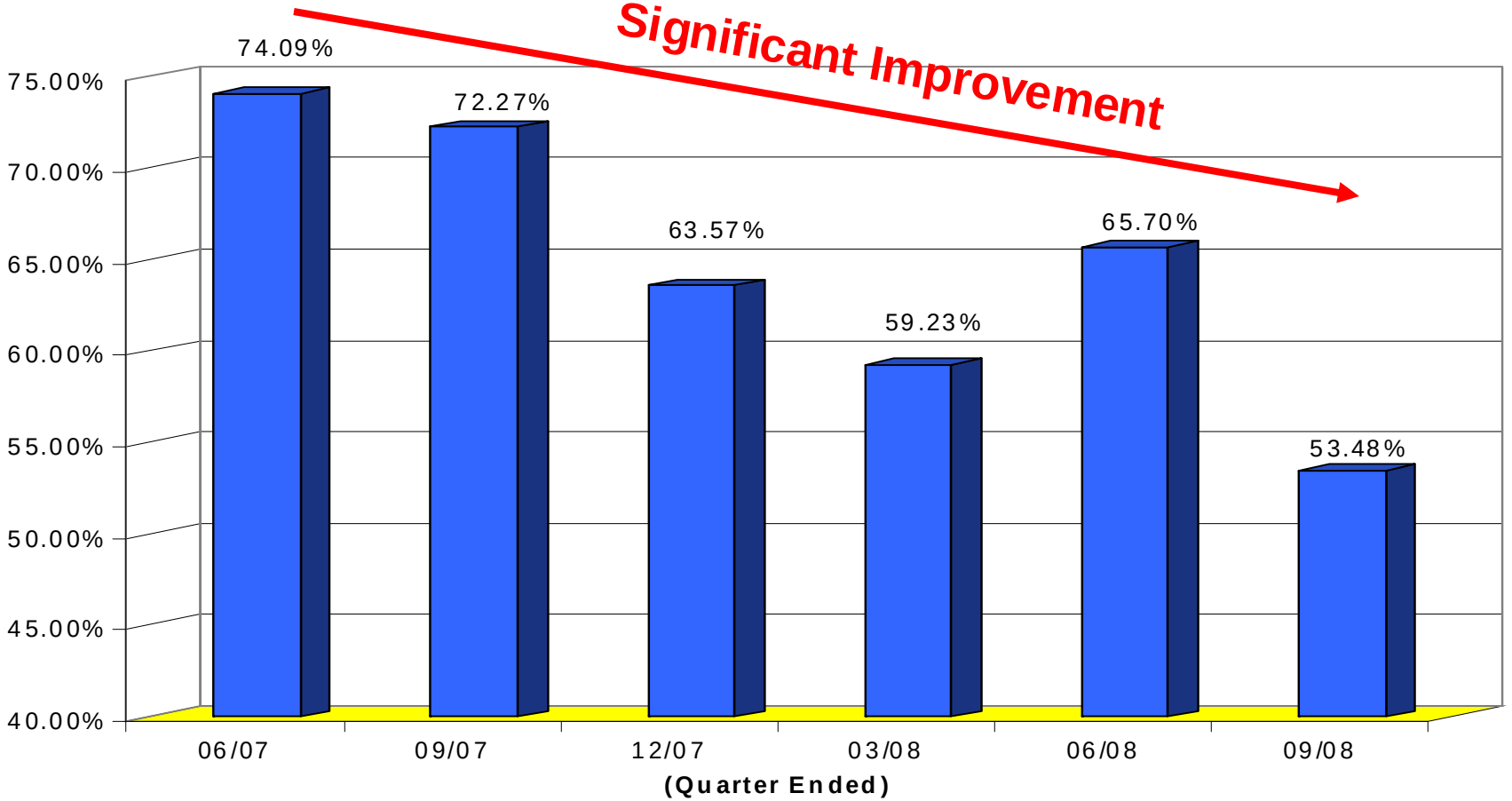
Operating Expenses



G&A to Average Assets



Efficiency Ratio



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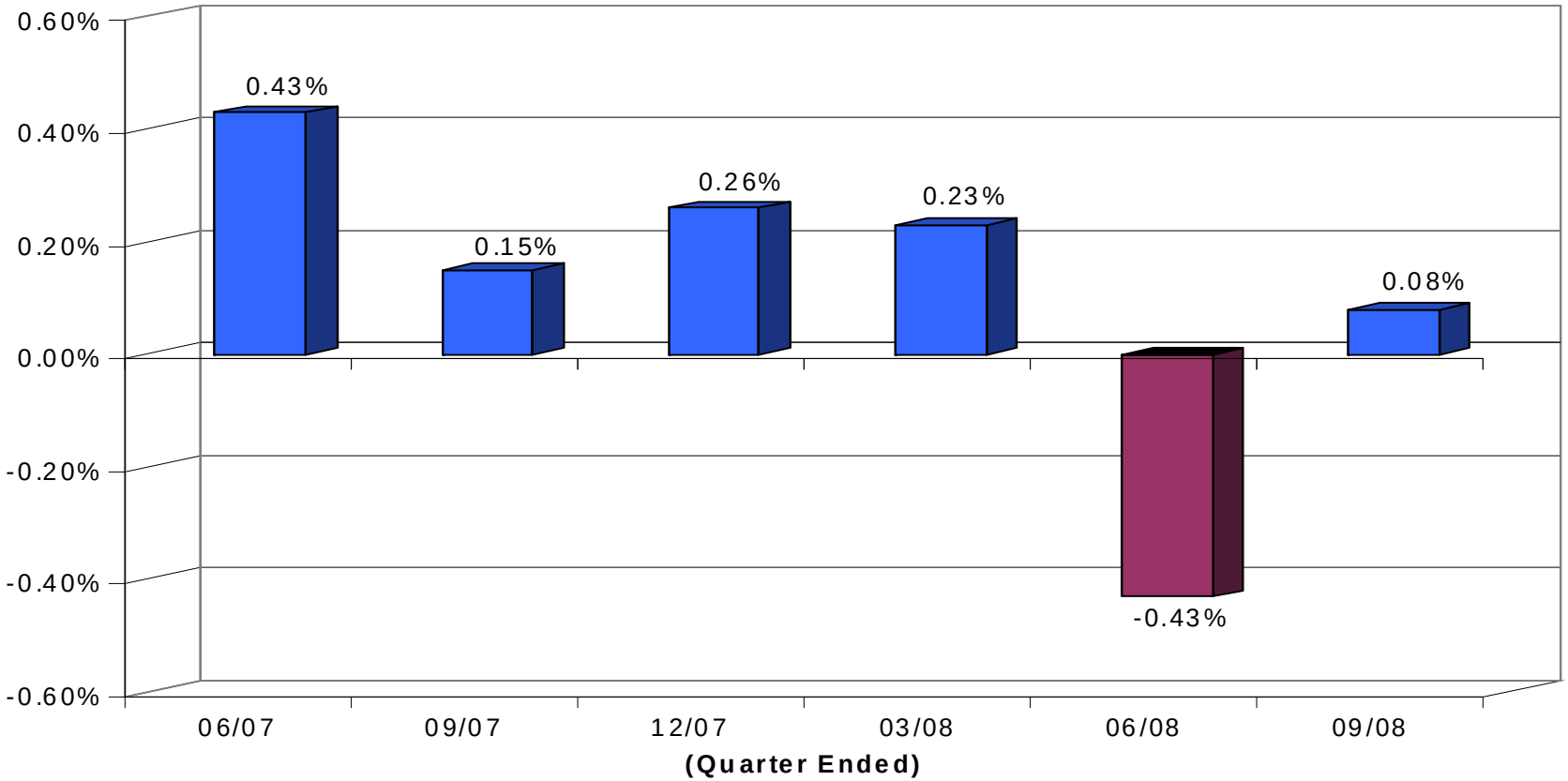
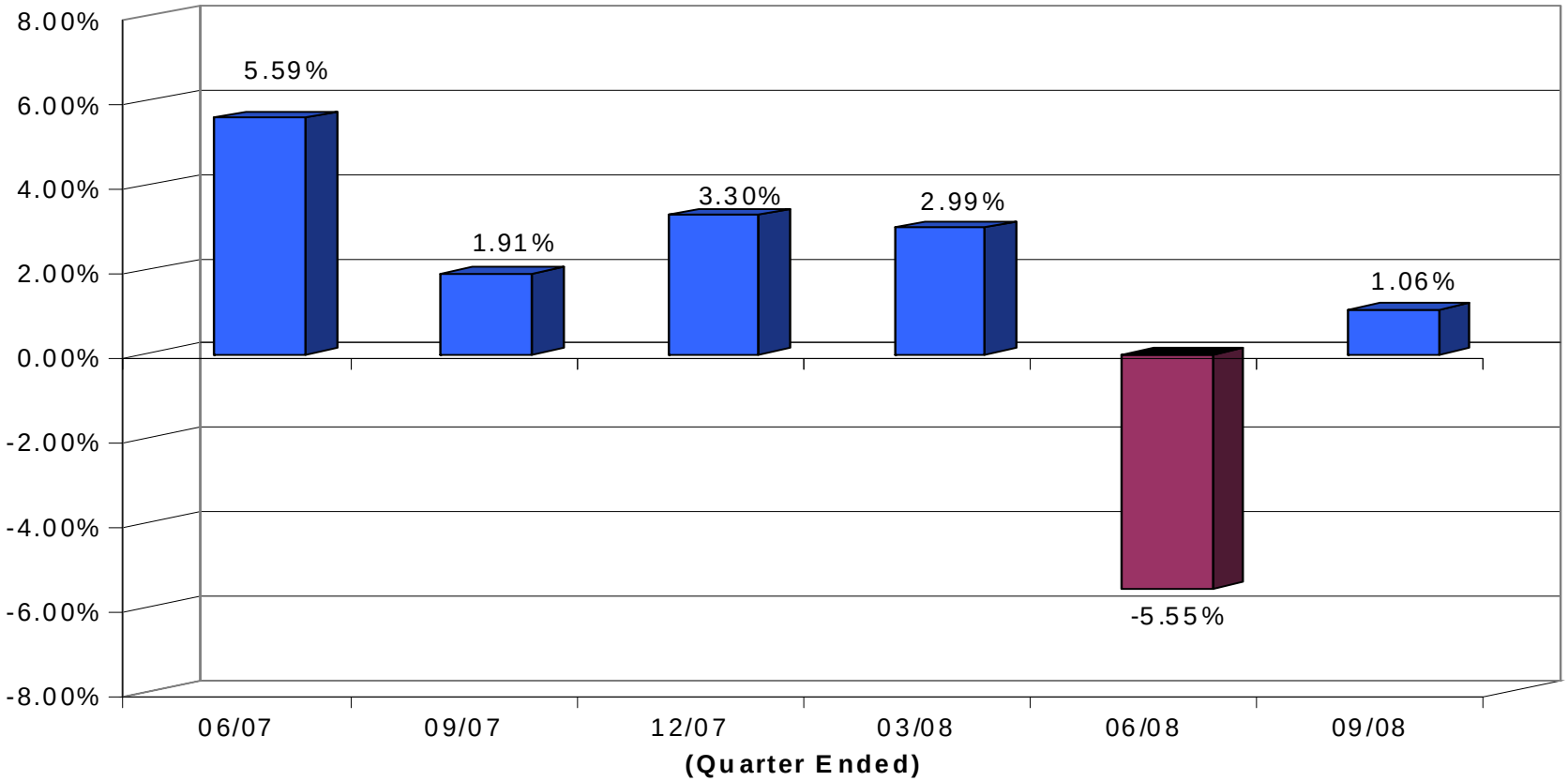
Return on Average Assets



Provident Financial Holdings, Inc.

Return on Average Equity



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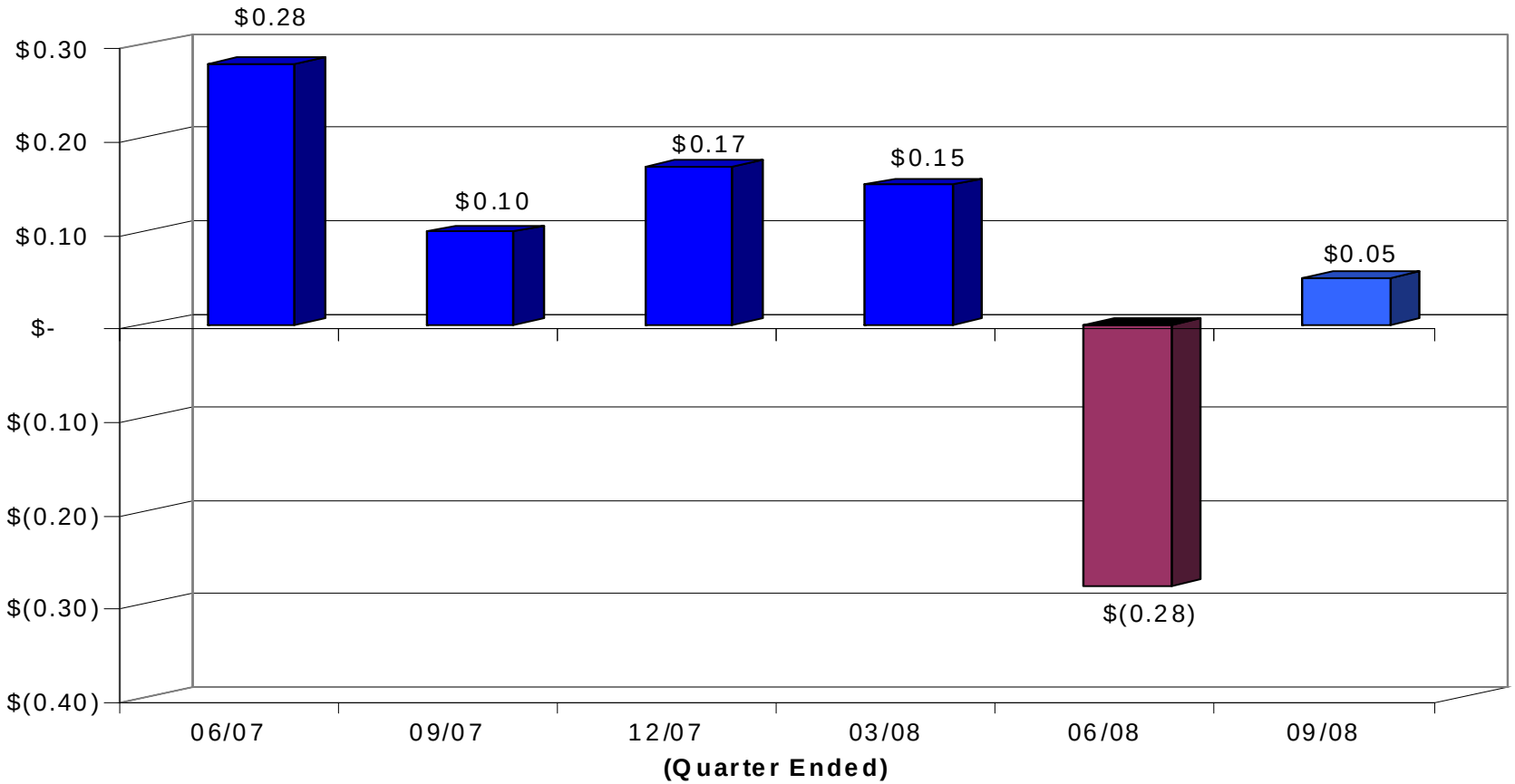
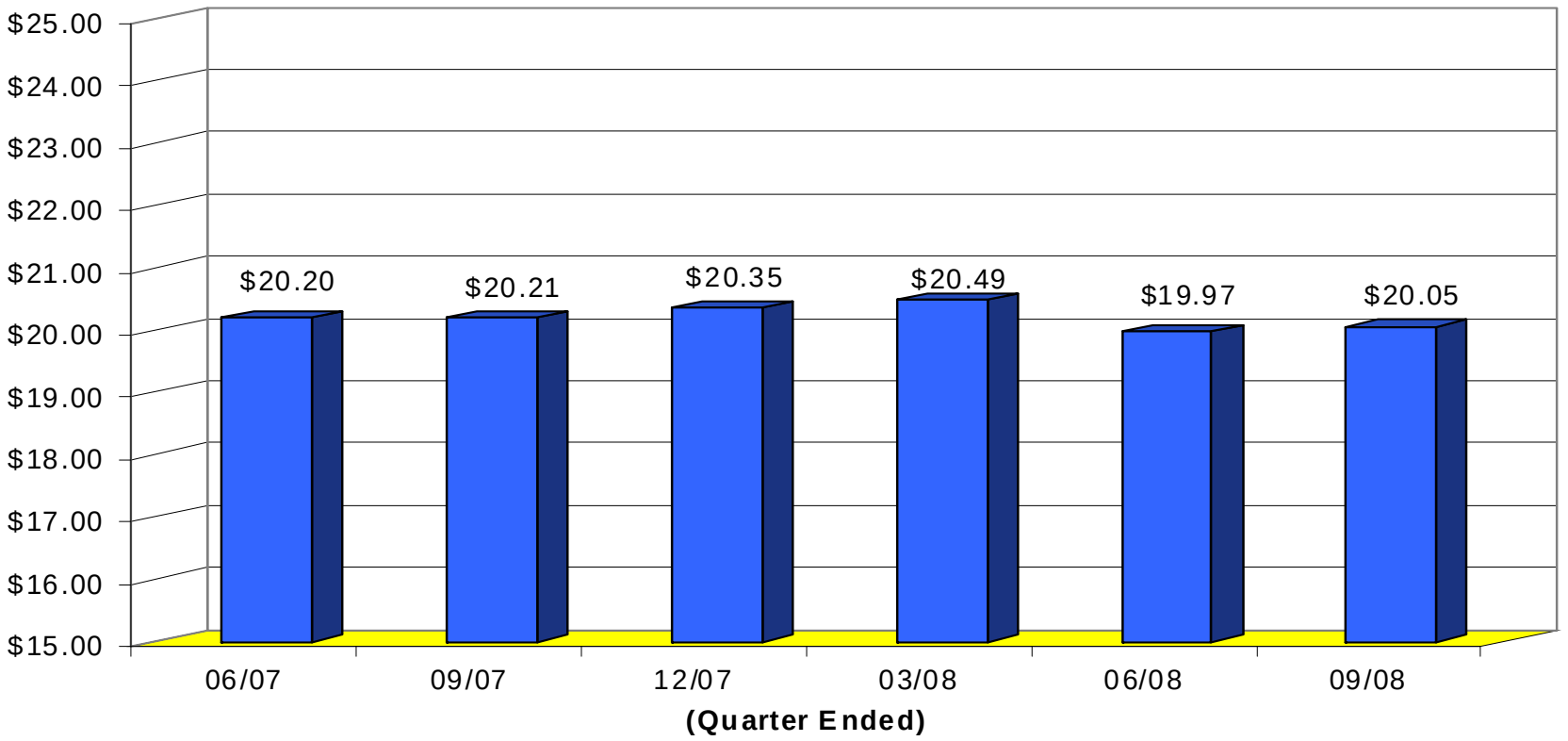
Diluted Earnings per Share



Book Value per Share



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Community Banking

PROVIDENT Bank™

More for you everyday.

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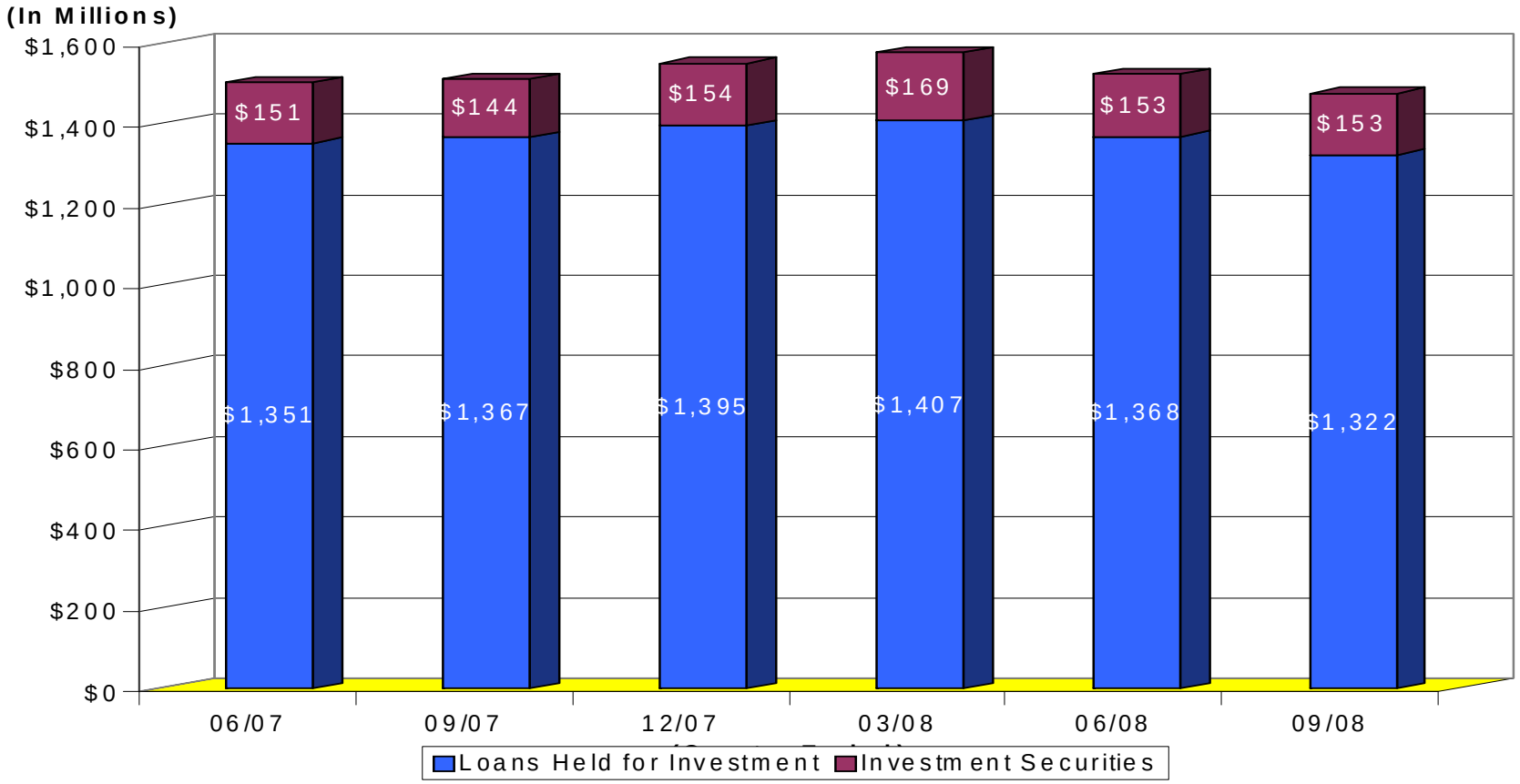
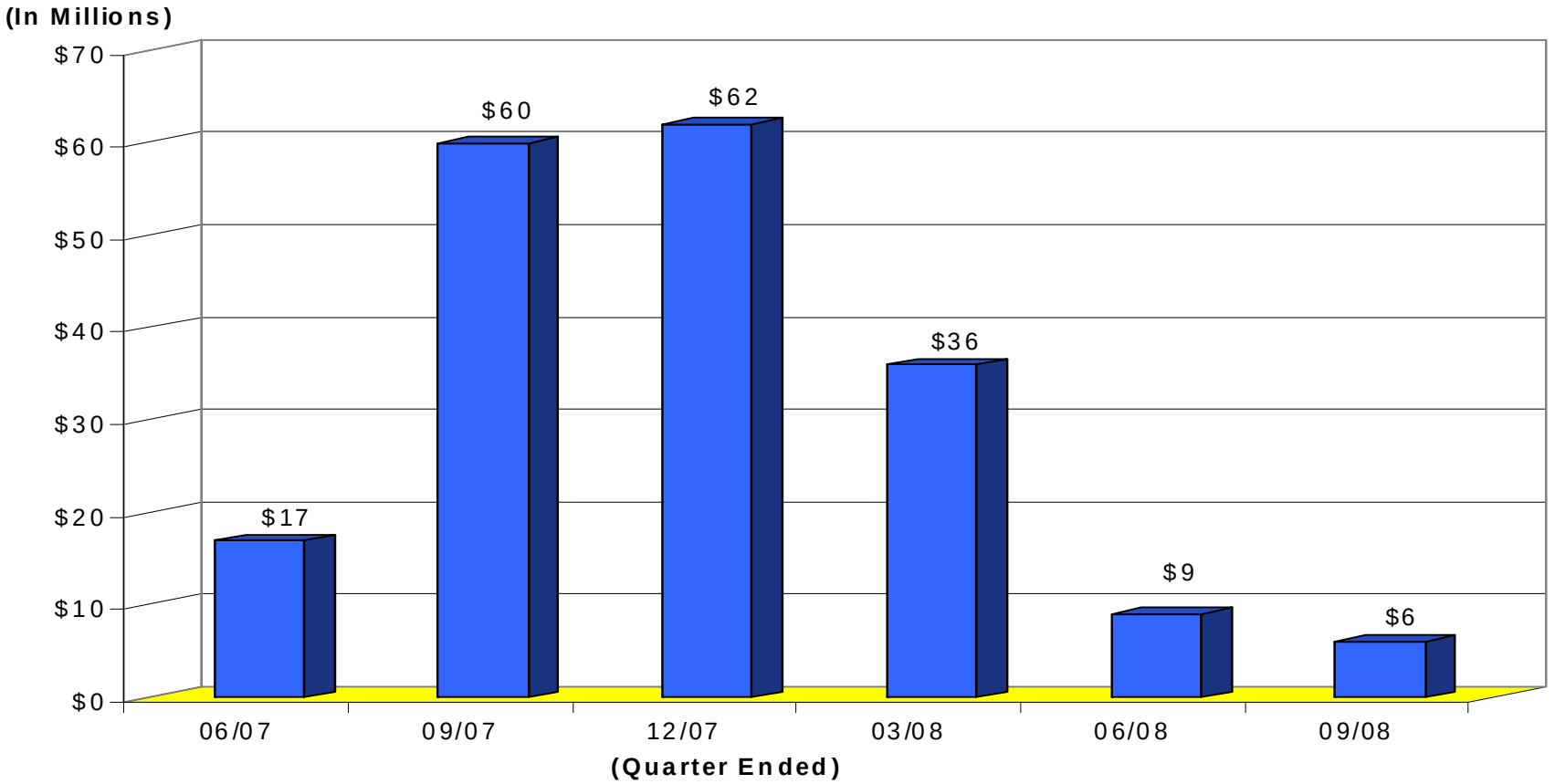
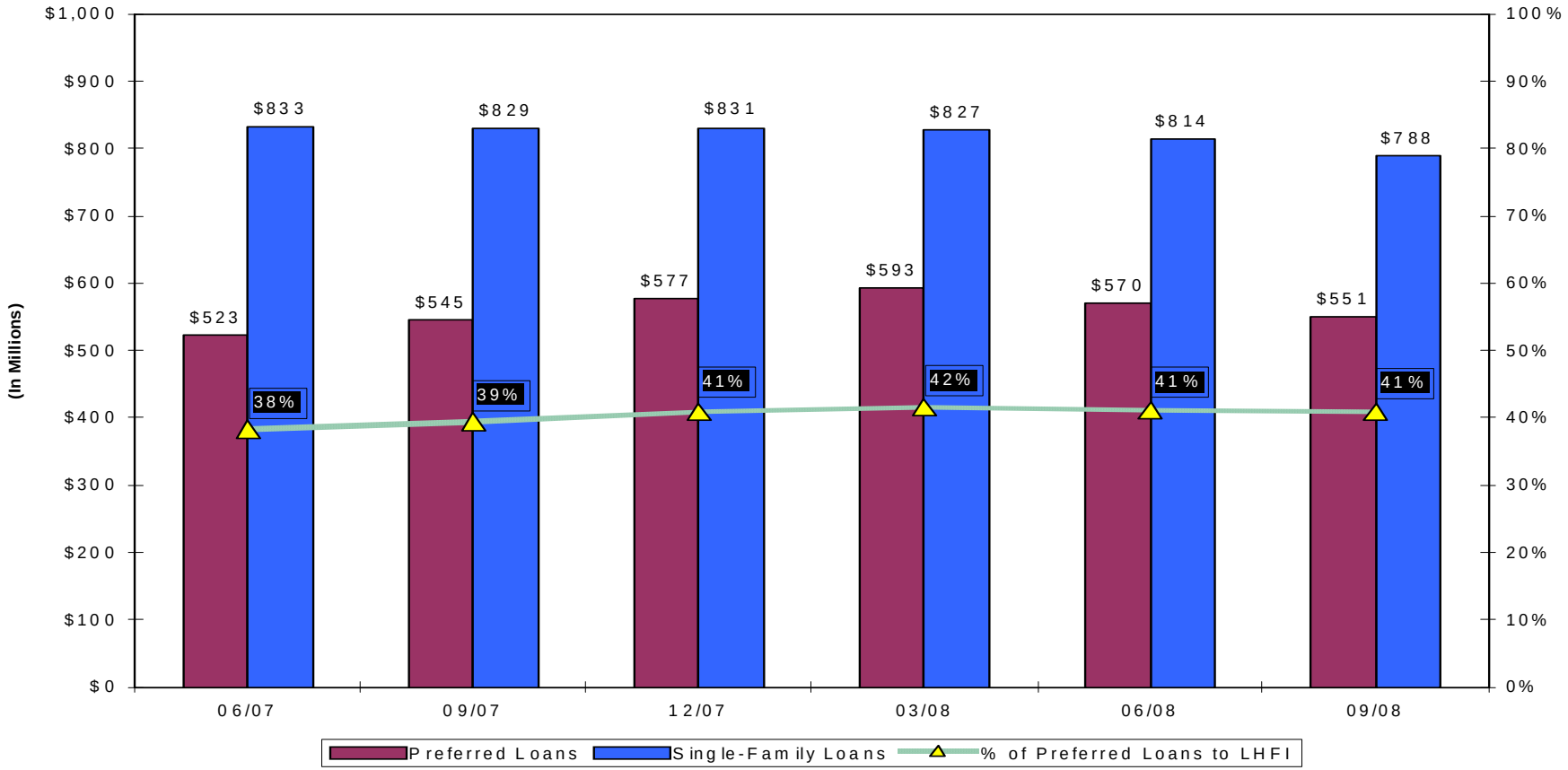
Loan to Investment Mix



Provident Bank Loan Originations (Primarily "Preferred Loans")



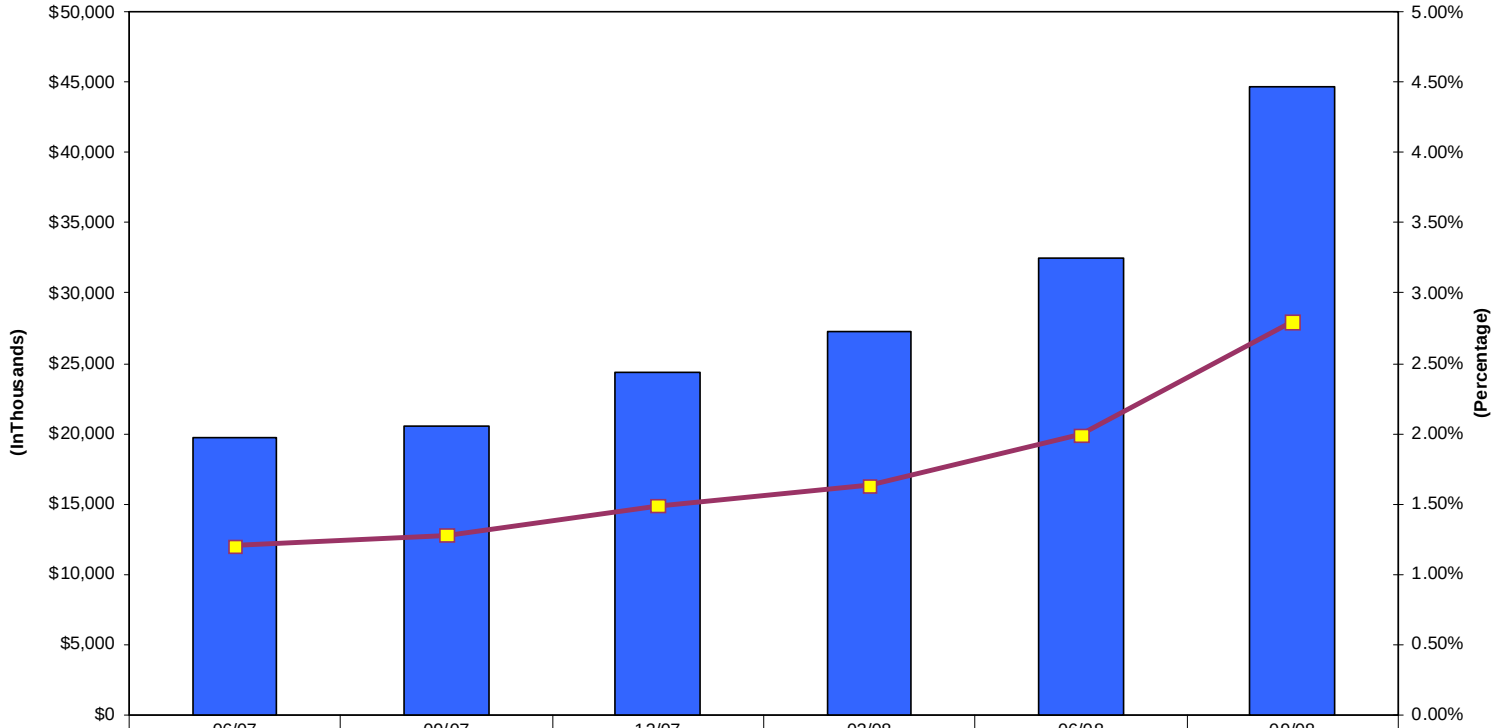
Loan Portfolio Mix
(Loans Held for Investment)



"Preferred Loans" – Multi-Family, Commercial Real Estate, Construction and Commercial Business Loans.

Asset Quality

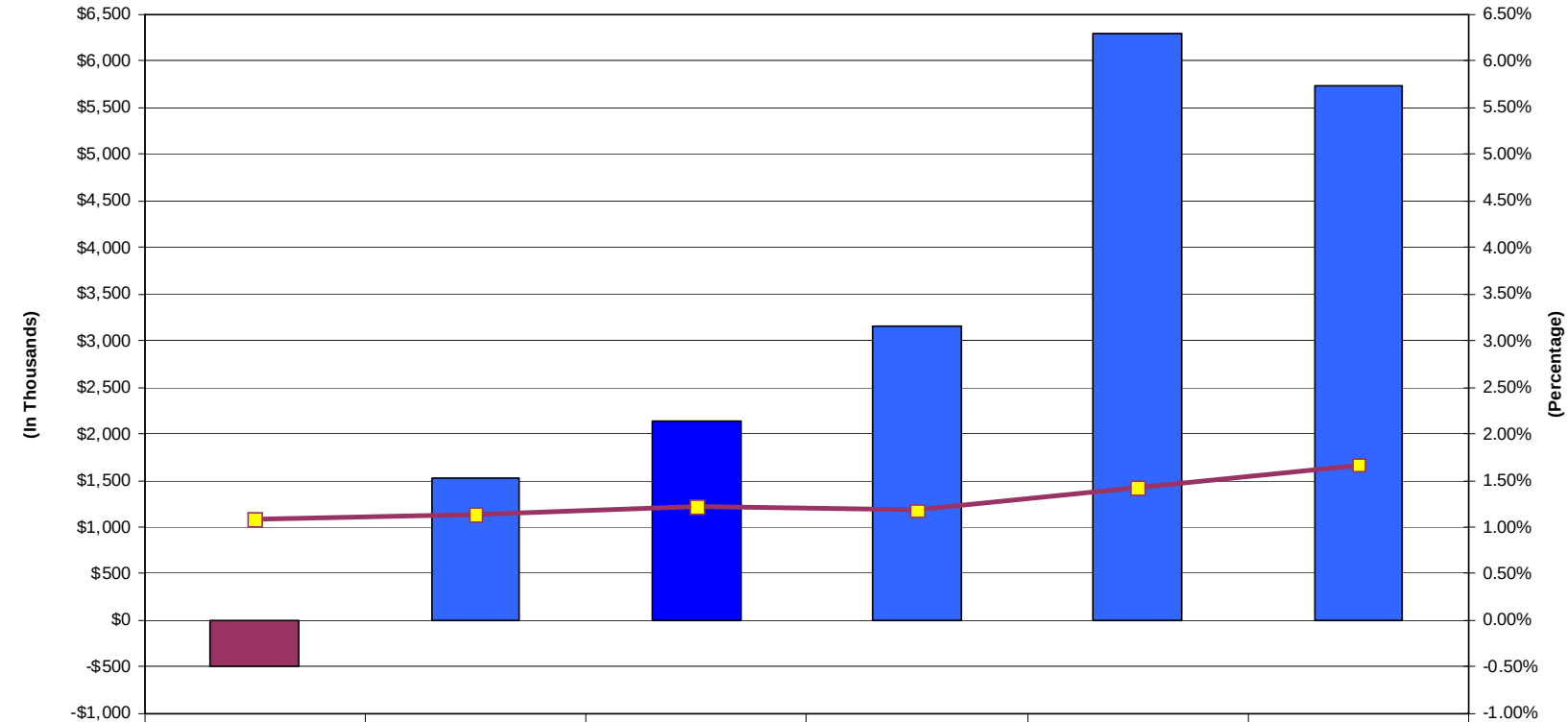
Non-Performing Assets ("NPA") & NPA to Total Assets



	06/07	09/07	12/07	03/08	06/08	09/08
Non-Performing Assets	$19,711	$20,591	$24,372	$27,292	$32,548	$44,676
NPA to Total Assets	1.20%	1.28%	1.49%	1.63%	1.99%	2.80%

Asset Quality

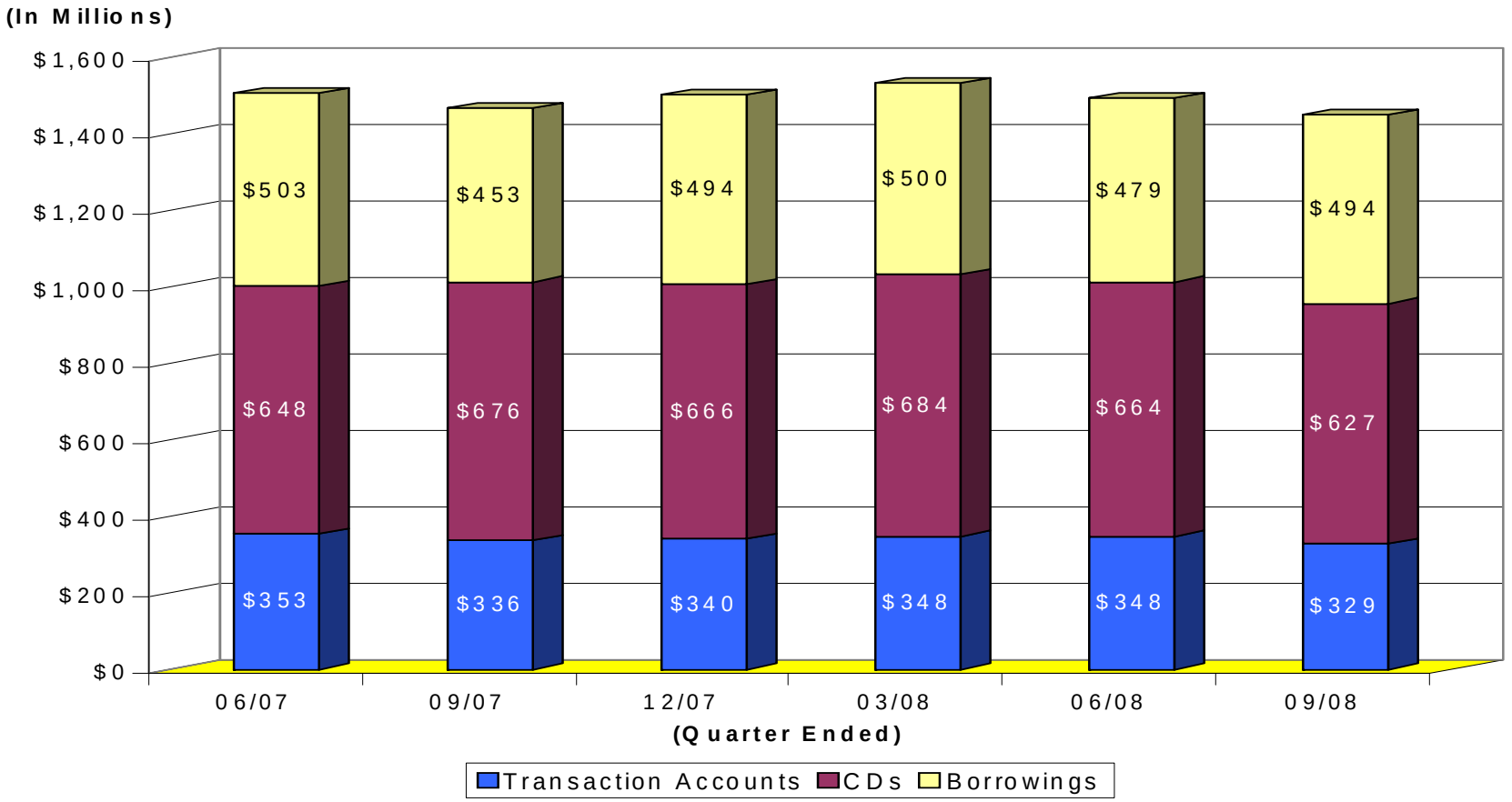
Provision for Loan Losses (PLL) &
Allowance for Loan Losses to Loans Held for Investment (ALL to LHI)



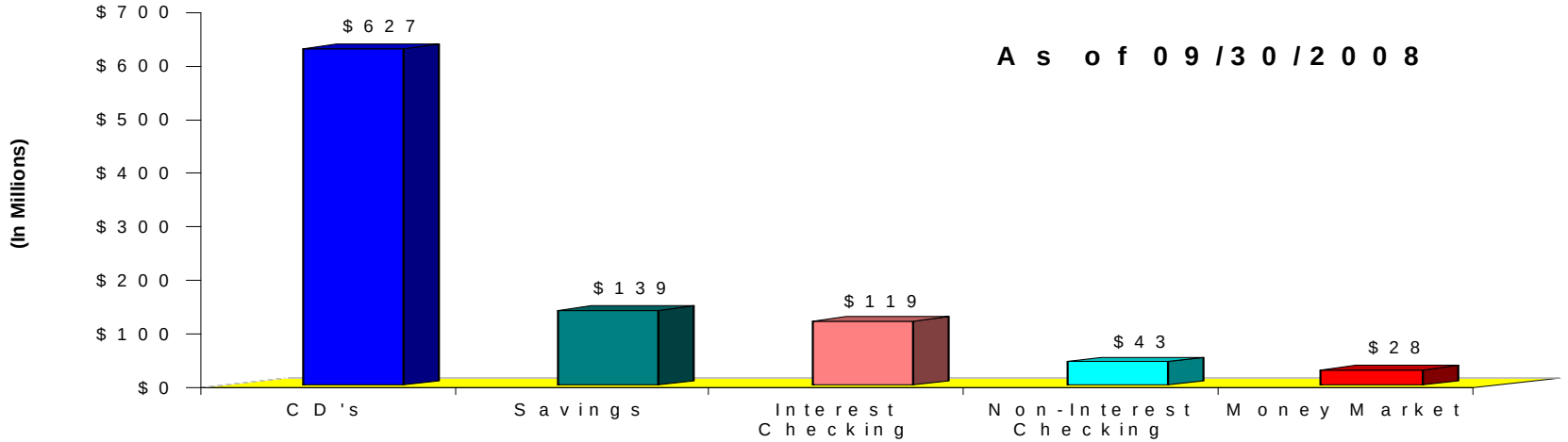
	06/07	09/07	12/07	03/08	06/08	09/08
PLL	-$490	$1,519	$2,140	$3,150	$6,299	$5,732
ALL to LHI	1.09%	1.13%	1.22%	1.18%	1.43%	1.67%

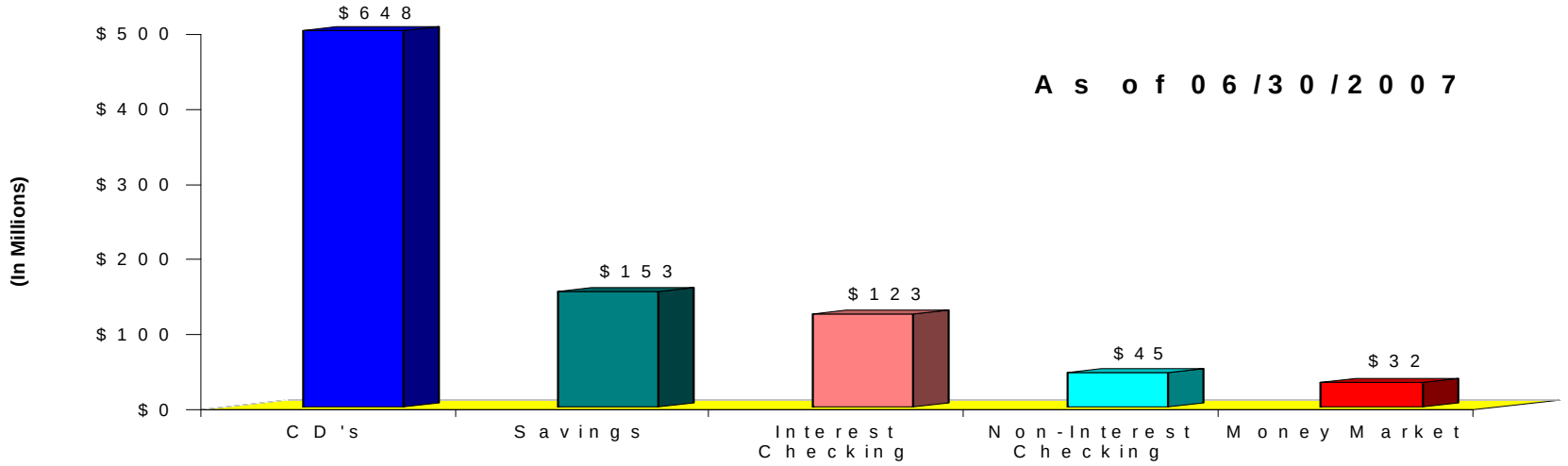
Provident Financial Holdings, Inc.

Transaction Accounts, CDs & Borrowings



Deposit Composition





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Mortgage Banking

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Bank Mortgage™
Faster funded home loans.

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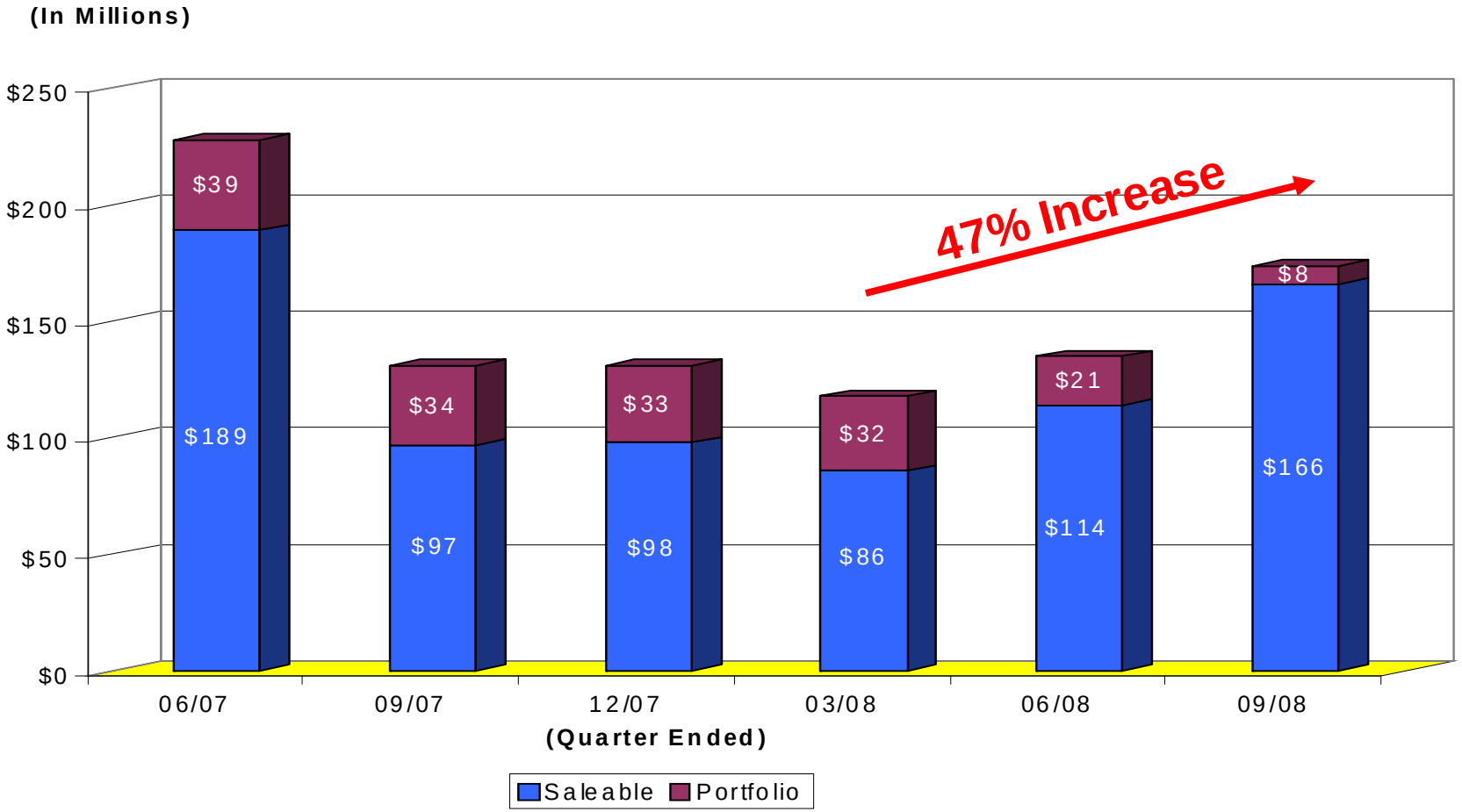
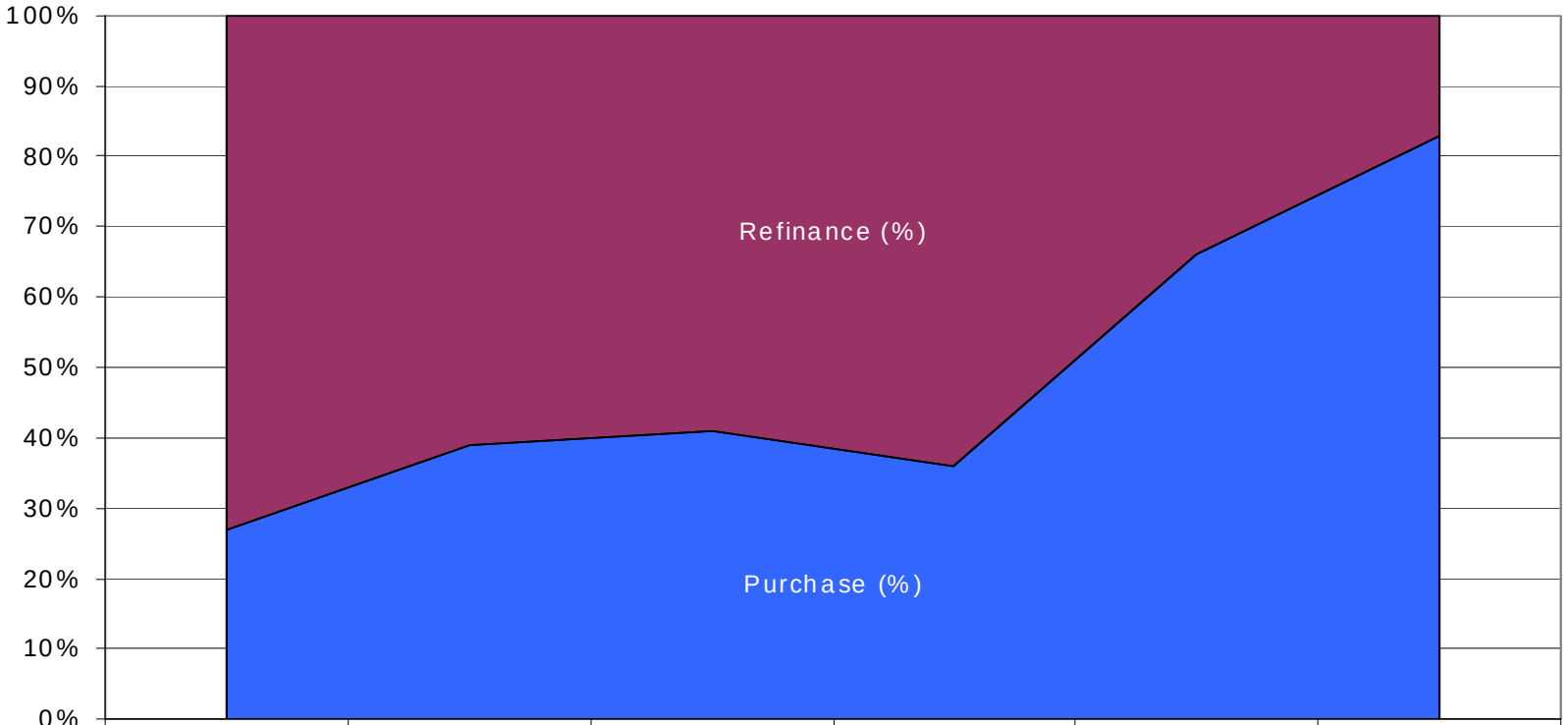
Provident Bank Mortgage Loan Originations



PBM Purchase vs. Refinance



	06/07	09/07	12/07	03/08	06/08	09/08
Refinance	73%	61%	59%	64%	34%	17%
Purchase	27%	39%	41%	36%	66%	83%

(Quarter Ended)

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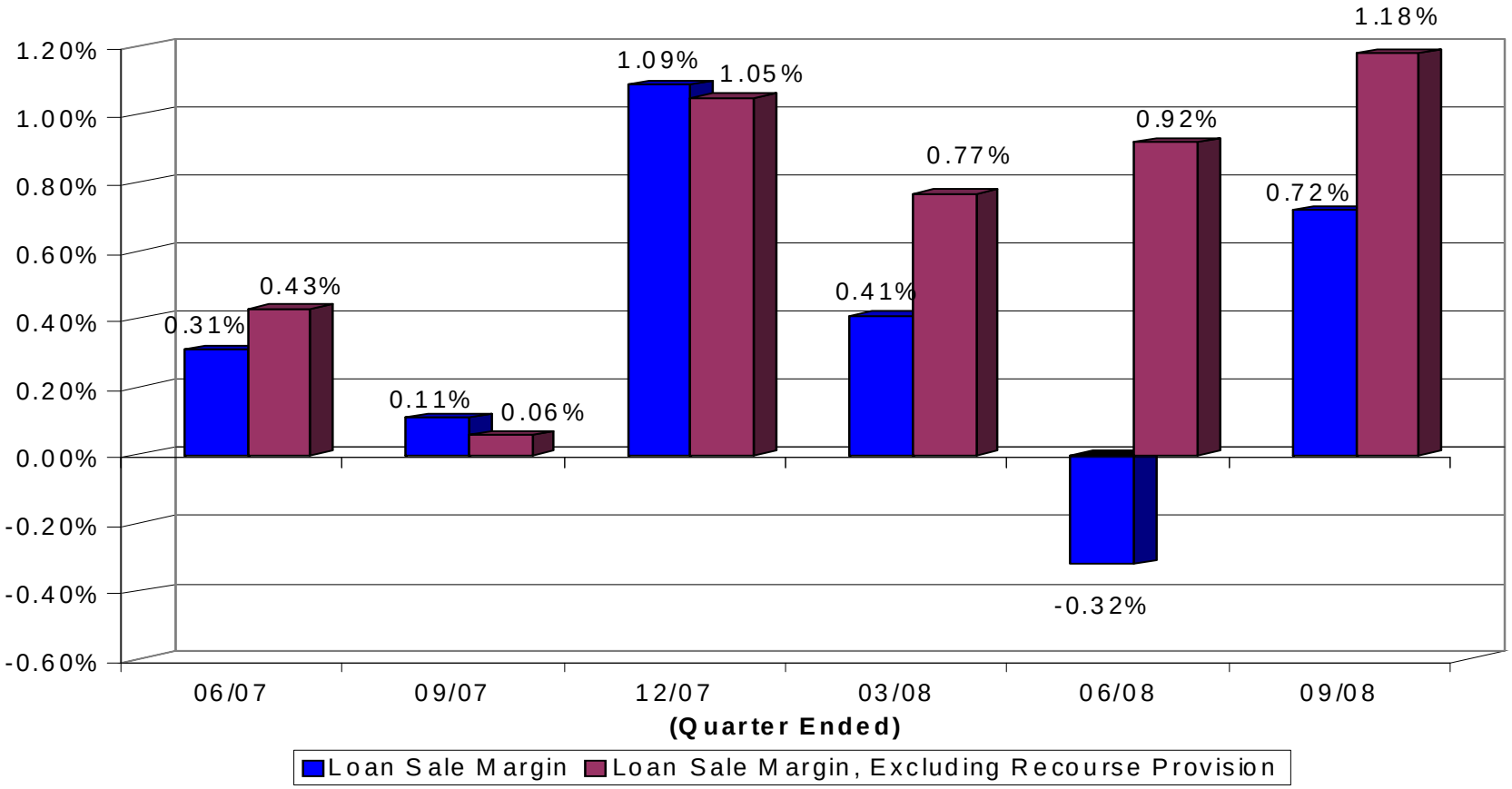
Loan Sale Margin



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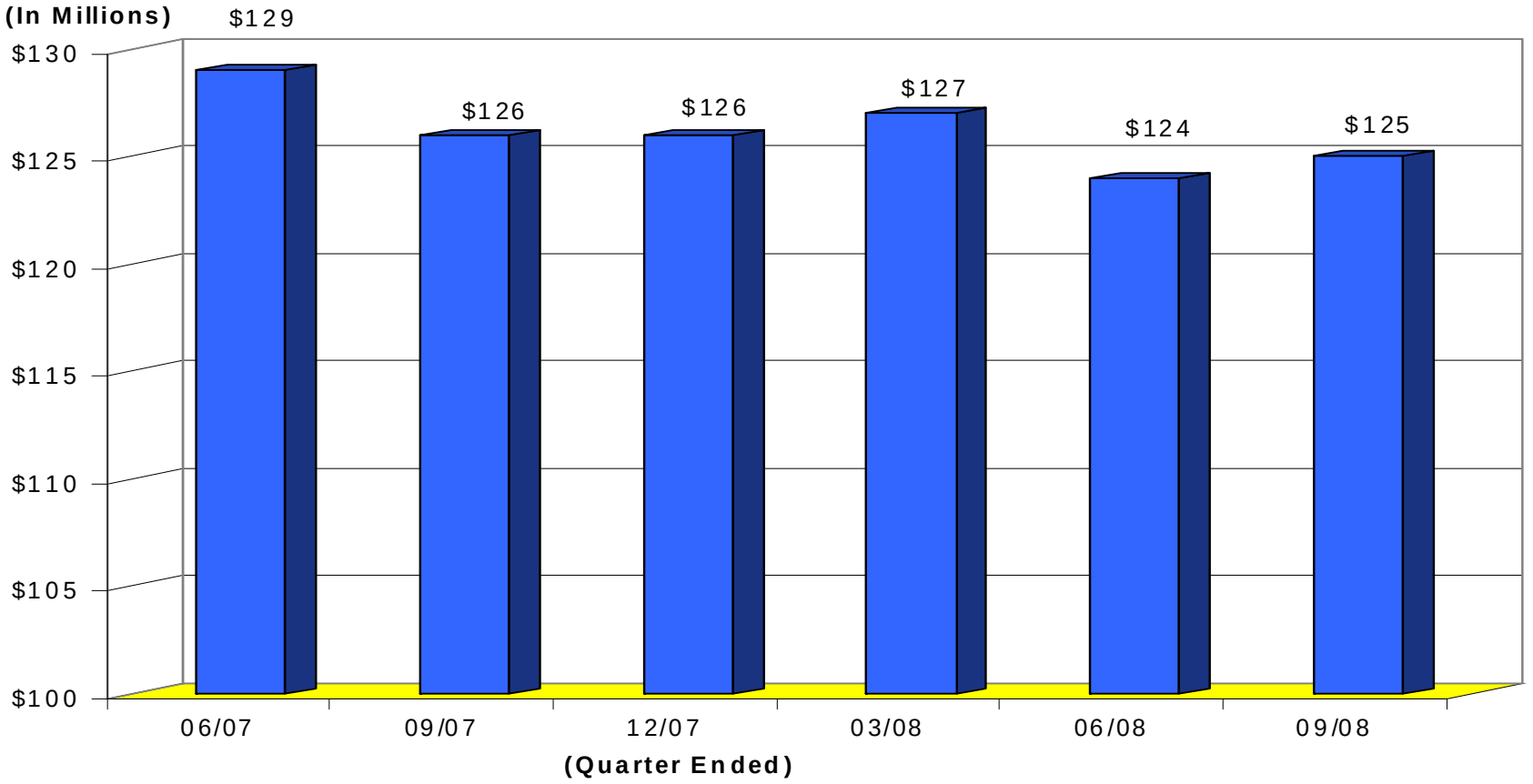
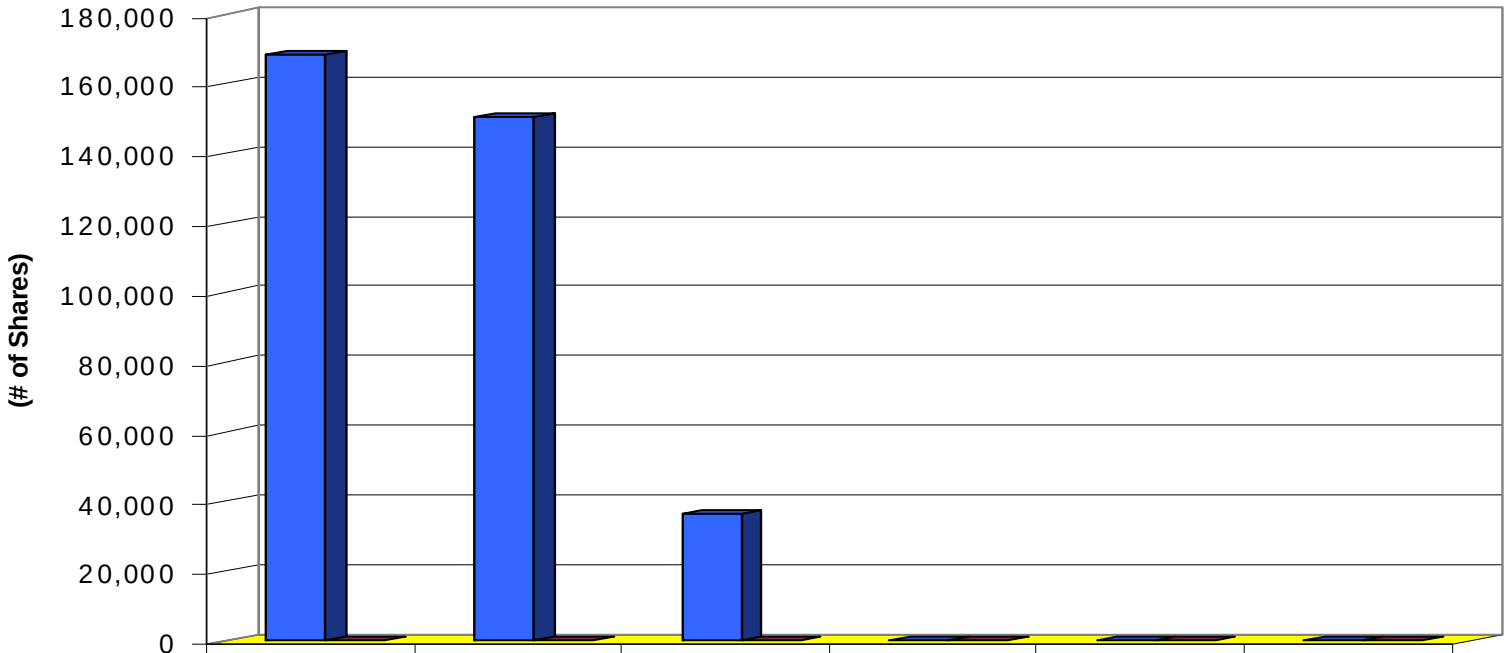
Capital Management

Stockholders' Equity



Share Repurchase Program

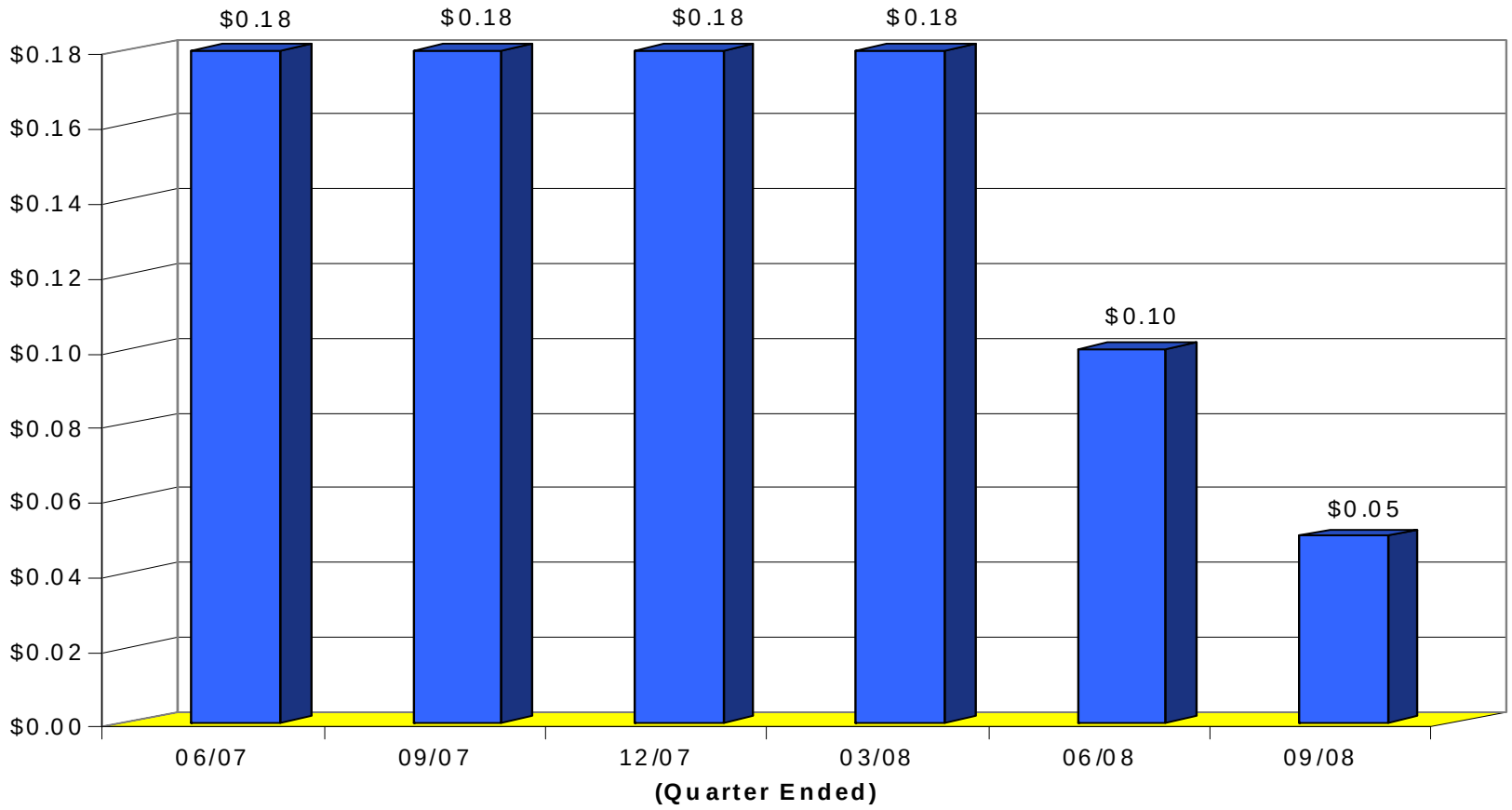


	06/07	09/07	12/07	03/08	06/08	09/08
Shares Repurchased	168,491	150,712	36,369	0	0	0
Average Cost per Share	$24.79	$22.40	$19.24	$0.00	$0.00	$0.00

(Quarter Ended)

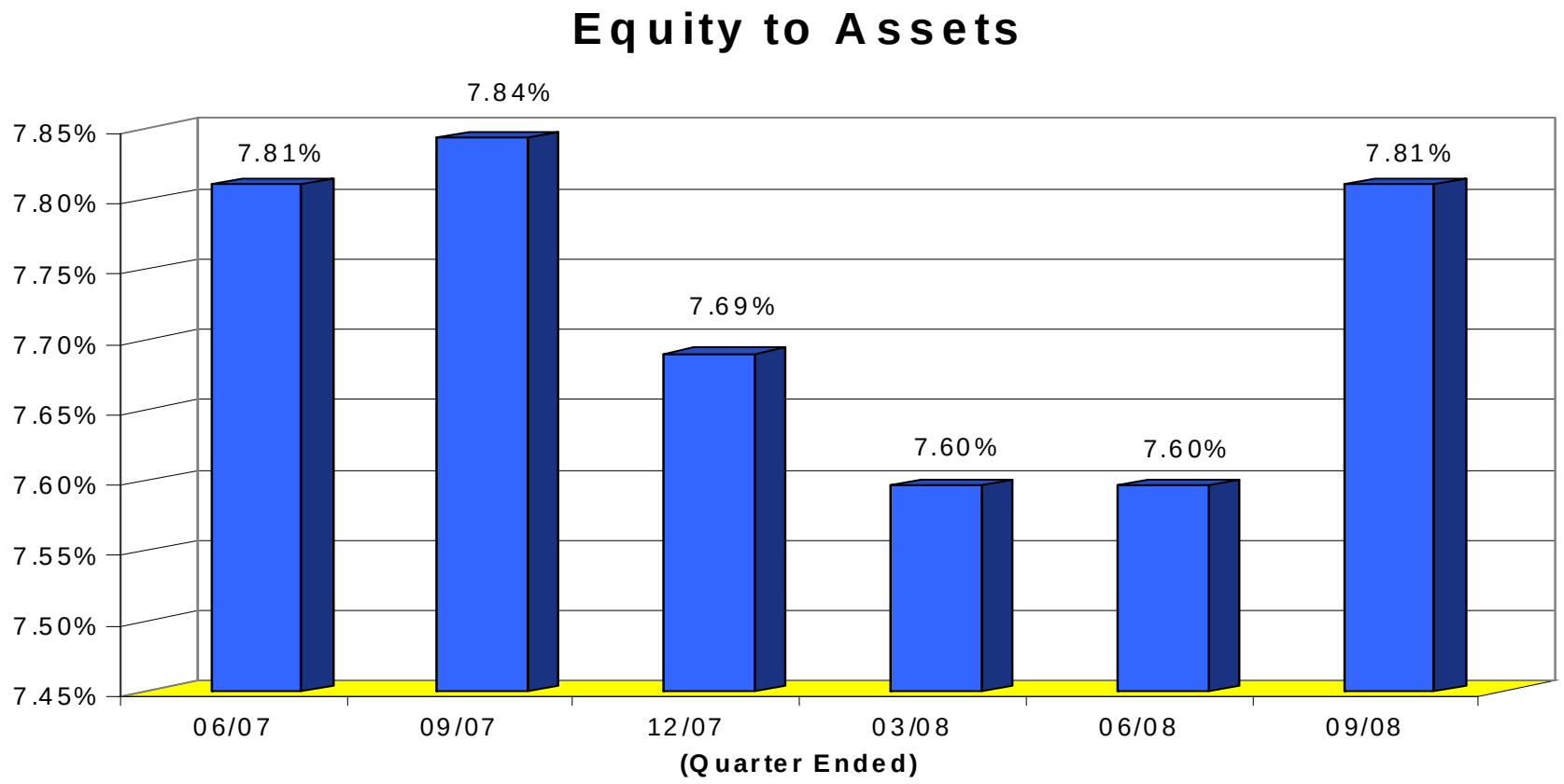
Provident Financial Holdings, Inc.

Cash Dividend per Share



Provident Financial Holdings, Inc.

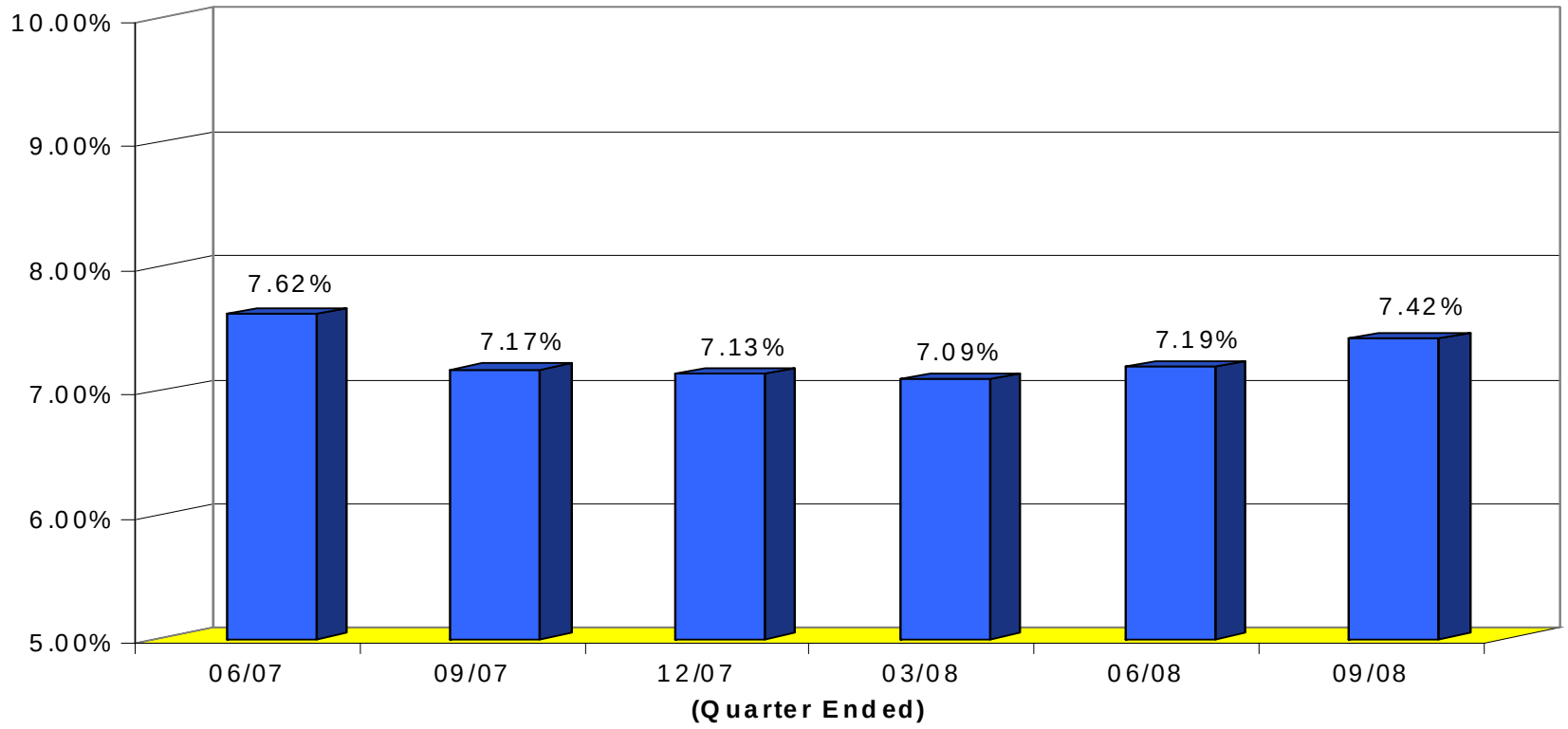
Consolidated Capital Ratio



Provident Financial Holdings, Inc.

Bank Capital Ratio

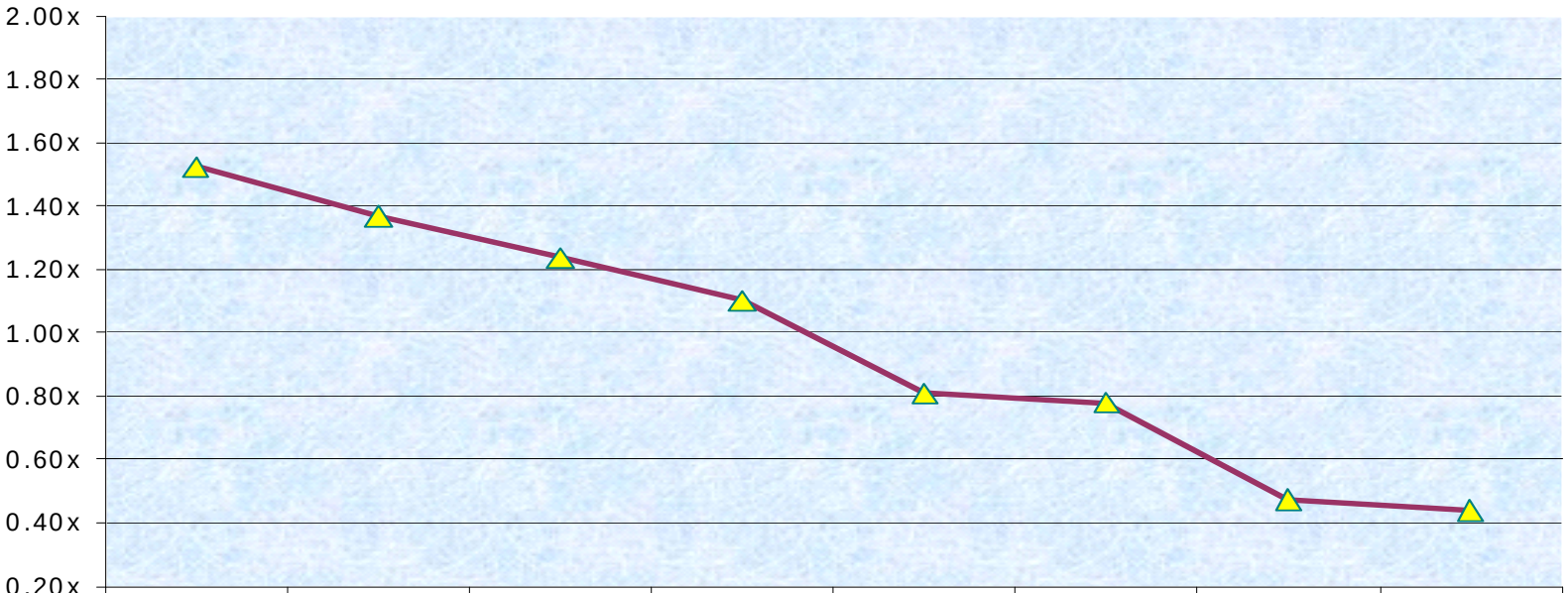
Tier 1 Core Capital Ratio



Value Proposition

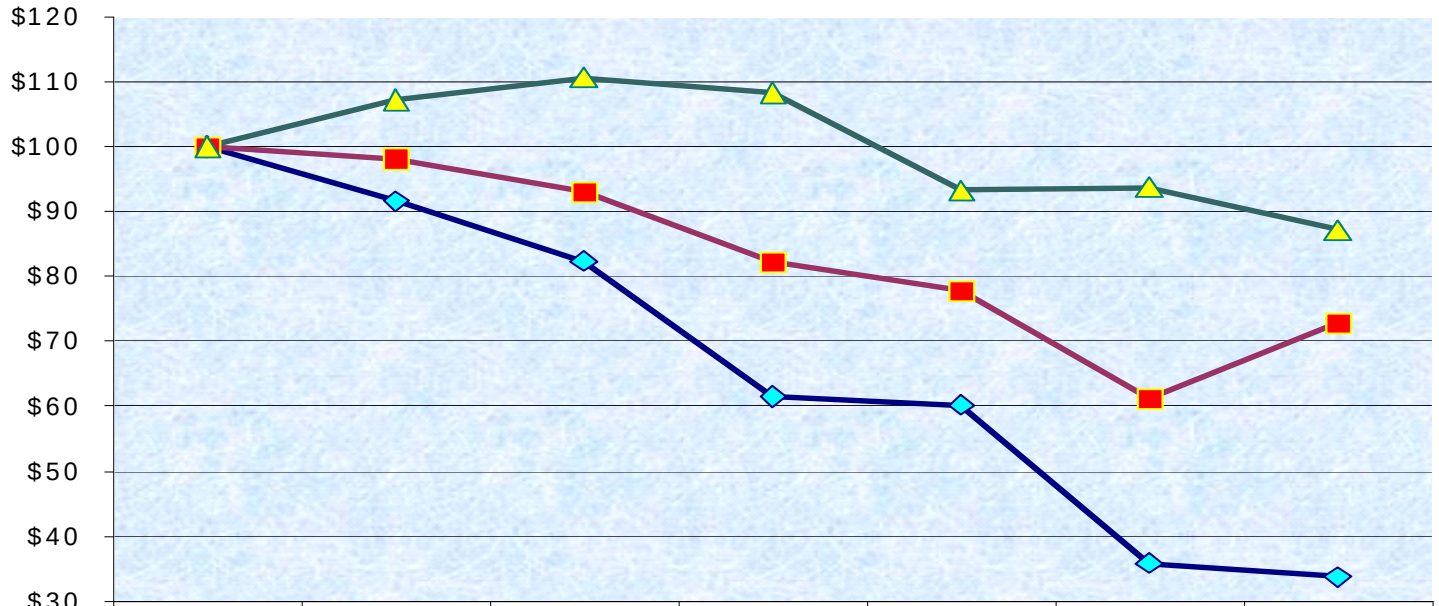
Provident Financial Holdings, Inc.

Stock Price to Tangible Book Value Multiple



	Dec 2006	Mar 2007	Jun 2007	Sep 2007	Dec 2007	Mar 2008	Jun 2008	Sep 2008
Price/TBV	1.52x	1.37x	1.24x	1.10x	0.81x	0.78x	0.47x	0.44x

Stock Performance



	Mar 2007	Jun 2007	Sep 2007	Dec 2007	Mar 2008	Jun 2008	Sep 2008
PROV	$100	$92	$82	$61	$60	$36	$34
Nasdaq Bank Index	$100	$98	$93	$82	$78	$61	$73
Nasdaq Stock Index	$100	$107	$111	$108	$93	$94	$87

Assumes that the value of the investment in the Company's Common Stock and in each Index was $100 on March 31, 2007 and that all dividends were reinvested.

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