

Third Quarter of Fiscal 2015

March 31, 2015

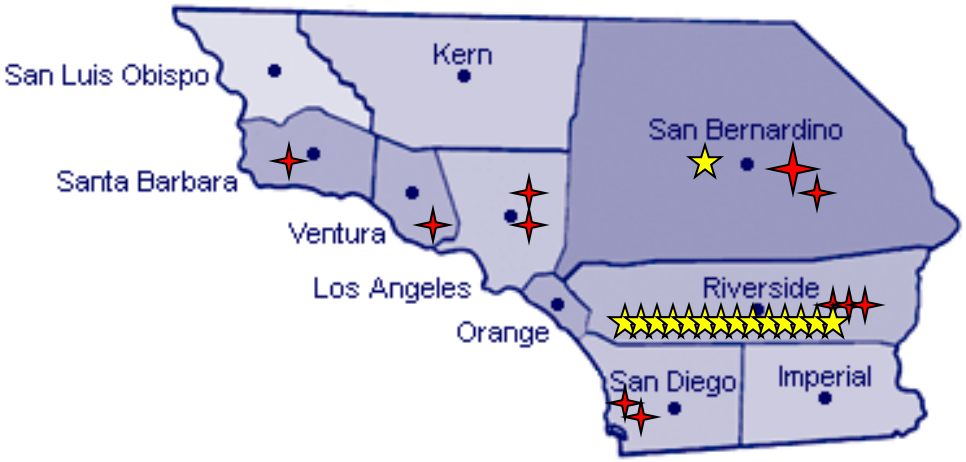
Safe Harbor Statement

This presentation contains statements that the Company believes are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These statements relate to the Company's financial condition, liquidity, 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 Company 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 Company. 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 from the results anticipated or implied by our forward-looking statements include, but are not limited to increased competitive pressures; changes in the interest rate environment; secondary market conditions for loans and our ability to sell loans in the secondary market; changes in general economic conditions and conditions within the securities markets; legislative and regulatory changes; and other factors described in the Company's latest annual Report on Form 10-K and Quarterly Reports on Form 10-Q and other filings with the Securities and Exchange Commission-which are available on our website at www.myprovident.com and on the SEC's website at www.sec.gov. We do not undertake and specifically disclaim any obligation to revise any forward-looking statements to reflect the occurrence of anticipated or unanticipated events or circumstances after the date of such statements whether as a result of new information, future events or otherwise. These risks could cause our actual results for fiscal 2015 and beyond to differ materially from those expressed in any forward-looking statements by, or on behalf of us and could negatively affect our operating and stock price performance.

Provident Financial Holdings, Inc.	
Nasdaq GS:	PROV
Share Price:	$15.99
52-Week Range:	$13.75 - $16.44
Shares Outstanding:	8,718,929 shares
Market Capitalization:	$139.4 million
P/E (ttm):	15.83x
Diluted EPS (ttm):	$1.01
Annual Dividend & Yield:	$0.44 (2.75%)
As of March 31, 2015	

Franchise Overview

Northern California:
Pleasanton
Elk Grove, Livermore and Roseville



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

- **Expanding customer base and market**
- **Strong mortgage operations, 2 wholesale and 13 retail mortgage offices**
- **Largest independent community bank headquartered in Riverside County, California (15 full-service offices)**
- **Eighth largest deposit market share in the Riverside-San Bernardino RMA; third largest of community banks**

Provident Bank

Full-Service Offices:

- Blythe
- Canyon Crest, Riverside
- Corona
- Corporate Office, Riverside
- Downtown, Riverside
- Hemet
- La Quinta
- 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:

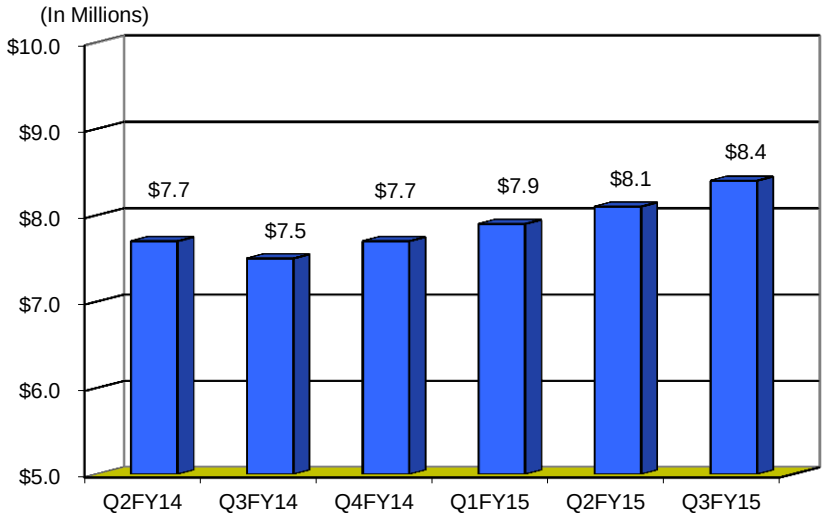
- Carlsbad
- City of Industry
- Elk Grove
- Escondido
- Glendora
- Livermore
- Rancho Cucamonga
- Riverside, Canyon Crest Drive
- Riverside, Indiana Avenue
- Riverside, Riverside Avenue
- Roseville
- Santa Barbara
- Westlake Village

Financial Performance

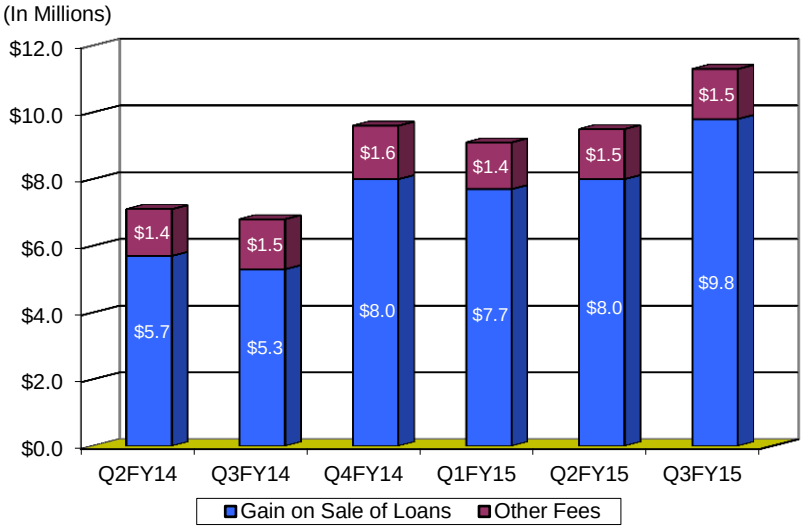
Highlights

- **Net Income rises 86%**
- **Diluted Earnings per Share increases by 107%**
- **Non-Interest Income increases 66%**
- **Operating Expenses increase 21%**
- **Net Interest Margin expands 31 basis points**
- **Efficiency Ratio continues to improve**

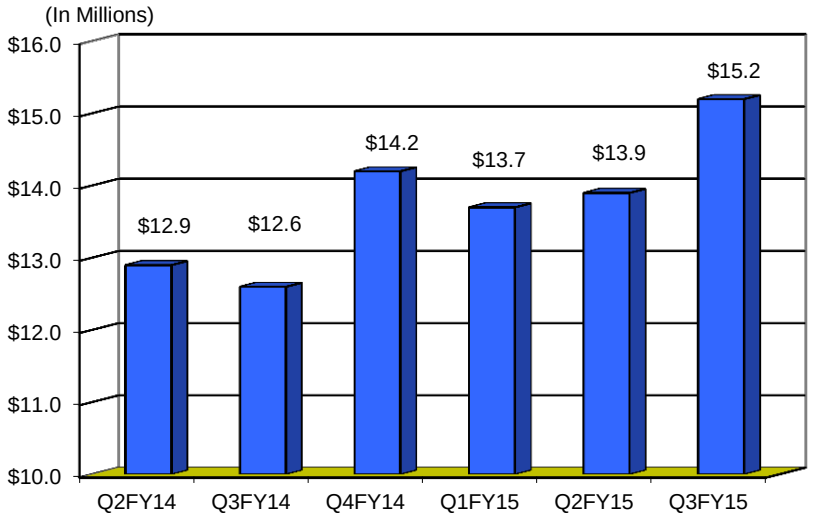
Net Interest Income



Non-Interest Income

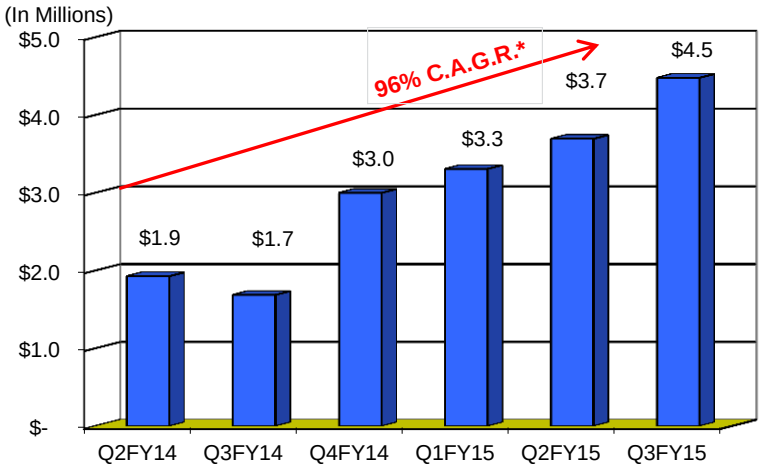


Operating Expenses



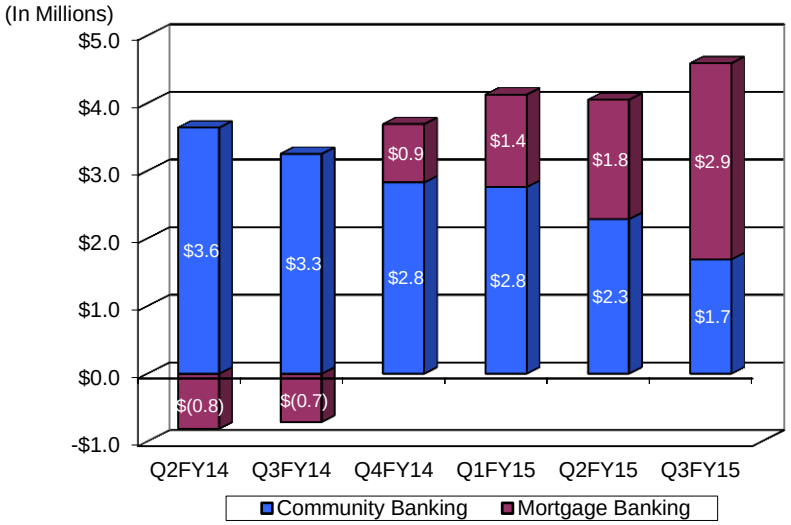
Financial Performance

Pre-Provision, Pre-Tax Earnings

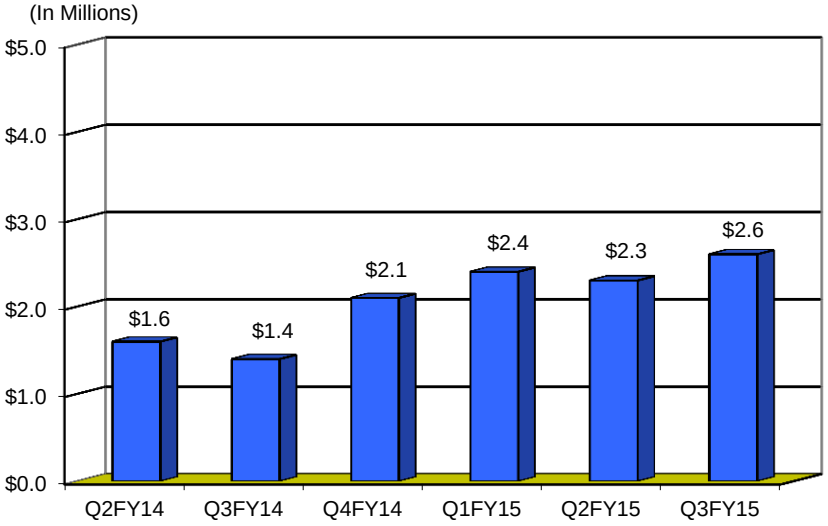


* C.A.G.R. - Compound annual growth rate from Q2FY2014 through Q3FY2015.

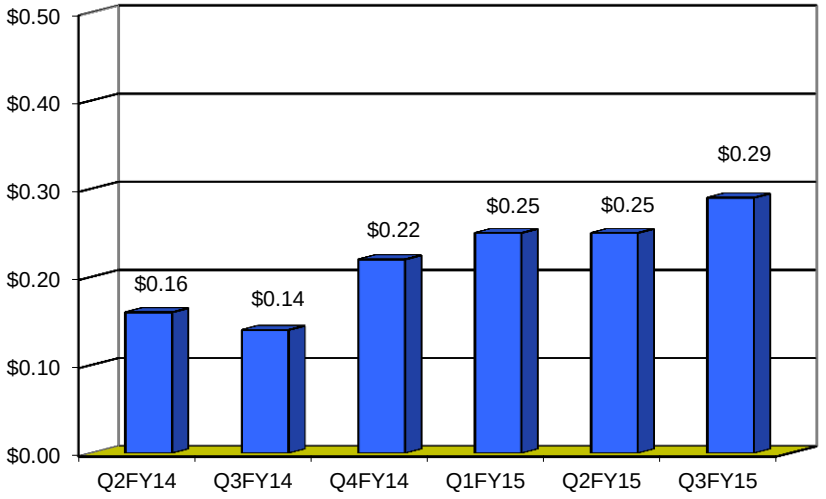
Pre-Tax Income – Operating Segments



Quarterly Net Income

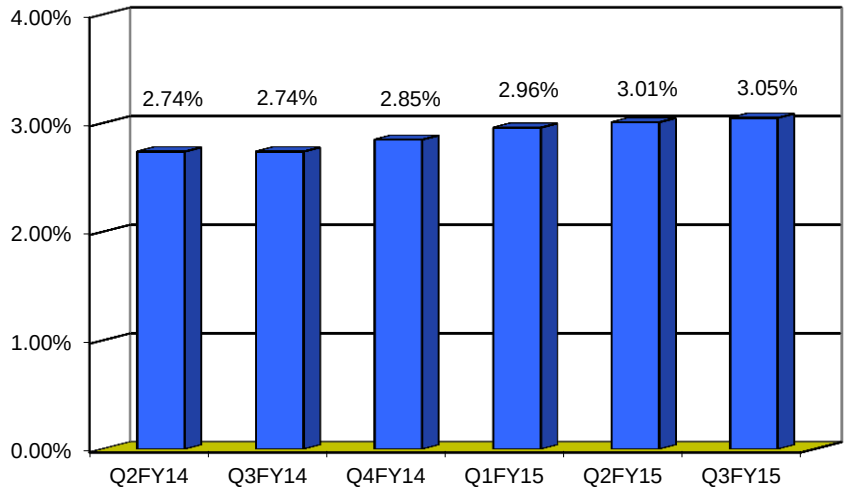


Diluted Earnings Per Share

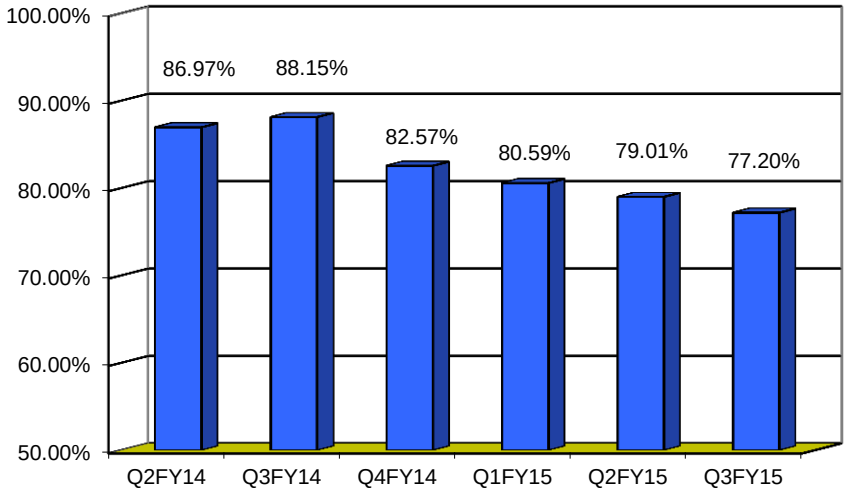


Financial Ratios

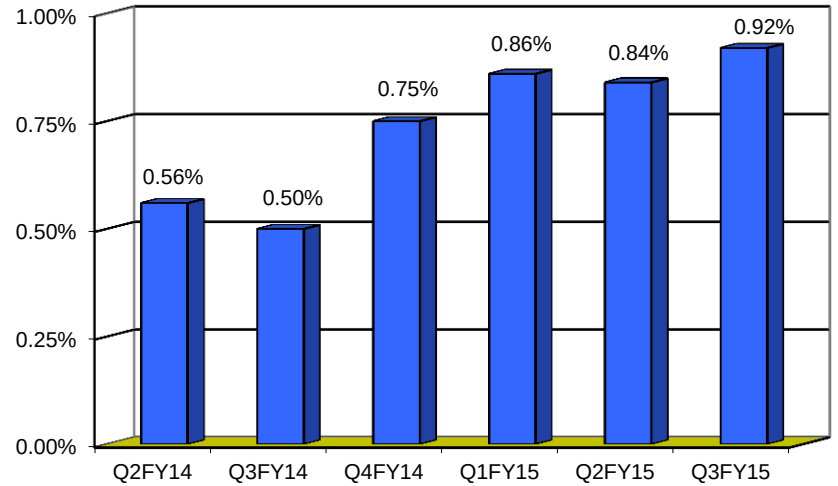
Net Interest Margin



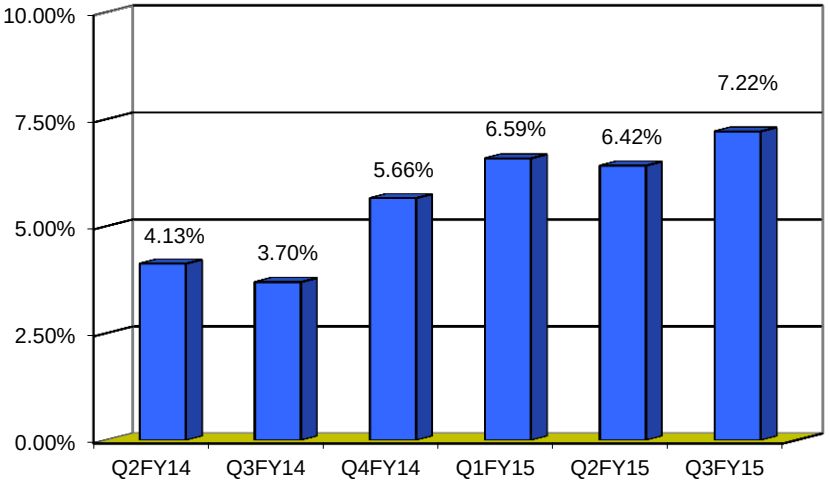
Efficiency Ratio



Return on Average Assets



Return on Average Equity

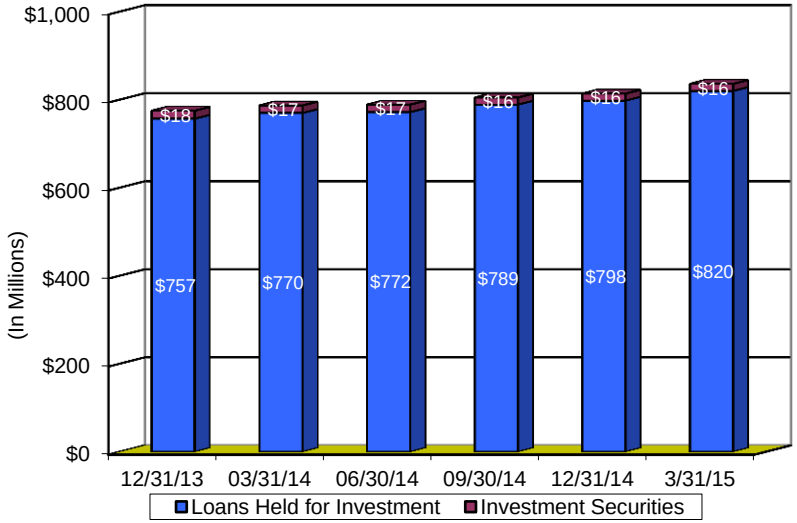


Community Banking

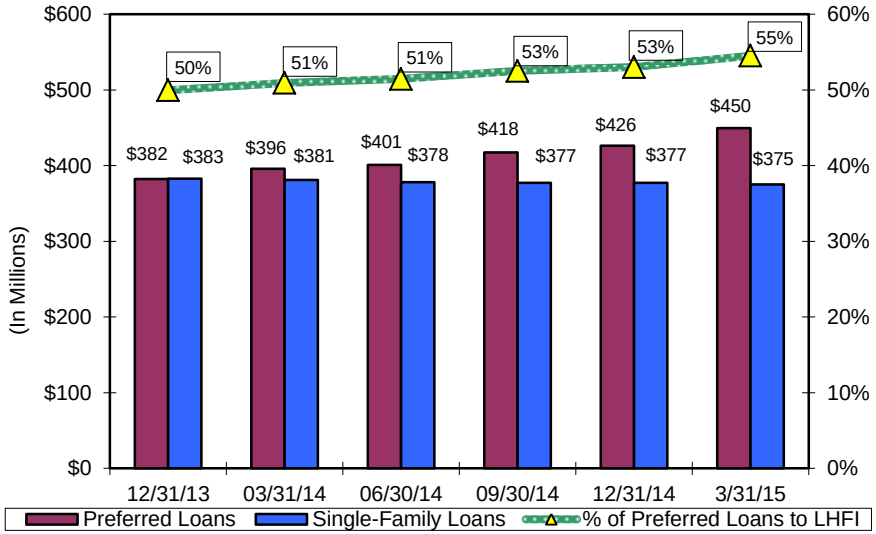
Highlights

- **Loans Held for Investment increase 8% since June 30, 2014 (annualized)**
- **Eight consecutive quarters of Preferred Loan growth**
- **Core Deposits increase by $36.3 million since June 30, 2014**
- **Higher cost Time Deposit balances continue to decline**
- **Long-term Borrowings increase by $30.0 million**
- **Short-term Borrowings increase by $60.0 million**

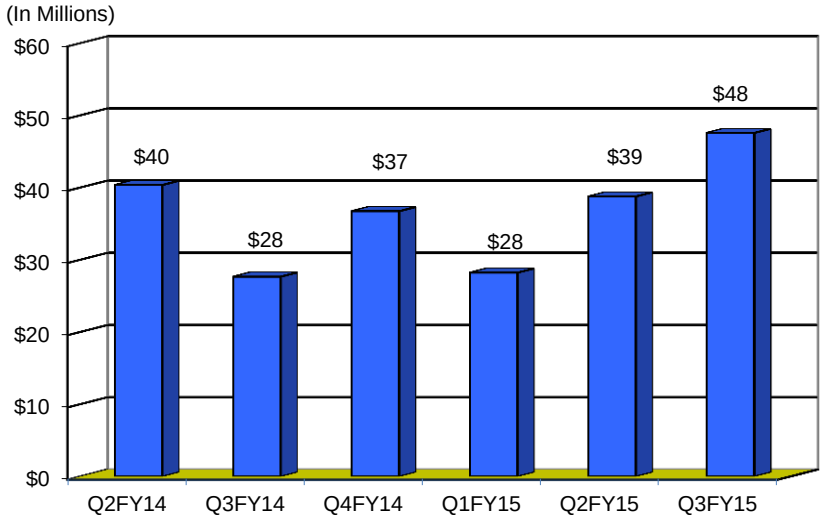
Loan to Investment Mix



Loan Portfolio Mix



Provident Bank Loan Originations and Purchases

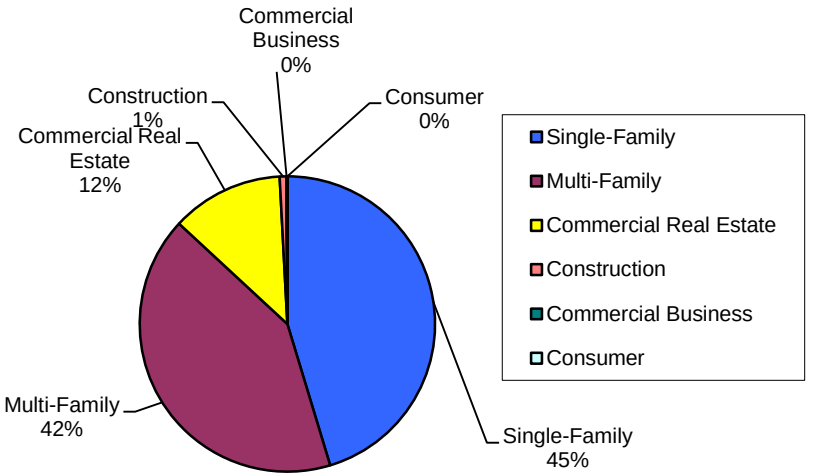


Community Banking

Loans Held for Investment Composition

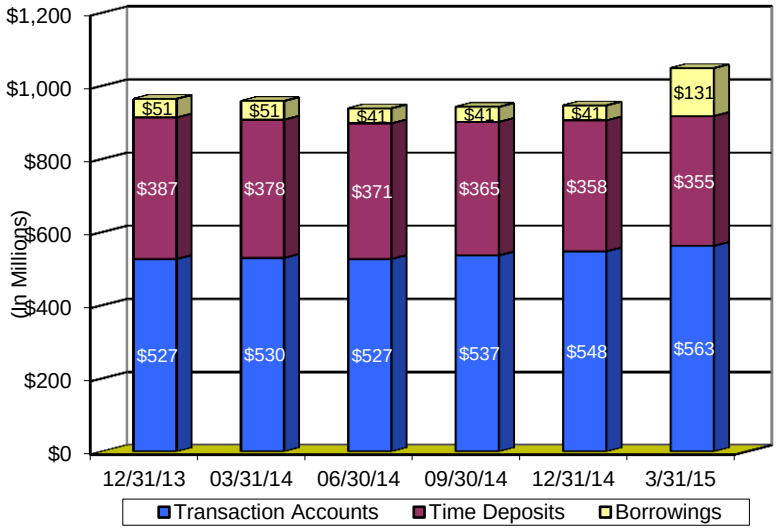
Loan Category (Dollars In Thousands)	Balance as of 3/31/15	Interest Rate	Balance as of 3/31/14	Interest Rate
Single-Family	$ 374,981	3.27%	$ 381,026	3.24%
Multi-Family	344,277	4.52%	289,249	4.88%
Commercial Real Estate	101,618	5.25%	104,542	5.93%
Construction	6,039	5.27%	1,792	5.83%
Commercial Business	652	6.14%	1,051	6.93%
Consumer	246	9.87%	324	9.17%
Total Loans Held for Investment	$ 827,813	4.05%	$ 777,984	4.22%
Undisbursed Loan Funds	(2,911)		(757)	
Advance payments of escrows	392		333	
Deferred Loan Costs, net	3,054		2,390	
Allowance for Loan Losses	(8,712)		(10,024)	
Total Loans Held for Investment, net	$ 819,636		$ 769,926	

Loan Composition as of 03/31/15



Community Banking

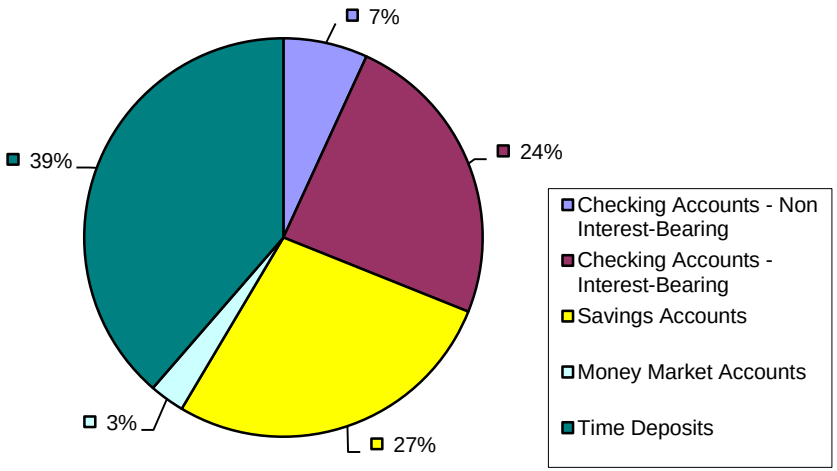
Deposits and Borrowings



Deposit Composition

Category (Dollars In Thousands)	At 3/31/2015	Rate	At 3/31/2014	Rate
Checking Accounts - Non Interest-Bearing	$ 62,824	- %	$ 56,432	- %
Checking Accounts - Interest-Bearing	222,358	0.15%	207,217	0.14%
Savings Accounts	252,060	0.26%	241,028	0.26%
Money Market Accounts	26,079	0.27%	25,264	0.29%
Time Deposits	354,579	1.03%	377,565	1.11%
Total Deposits	$ 917,900	0.51%	$ 907,506	0.57%
Brokered Deposits included above	$ 3,039	3.76%	$ 4,727	3.57%

Deposit Composition at 03/31/2015



Borrowing Maturity Schedule

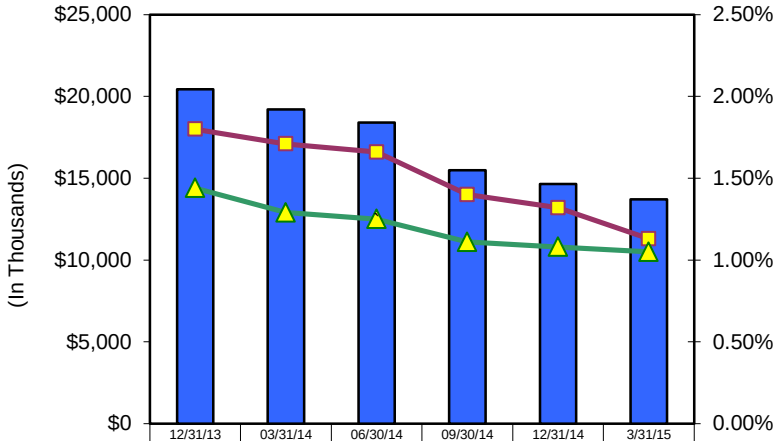
Category (Dollars In Thousands)	At 3/31/2015	Rate	At 3/31/2014	Rate
Overnight	$ 60,000	0.24%	$ -	-
Three Months or Less	-	-	10,000	2.93%
Over Three to Six Months	-	-	-	-
Over Six to Twelve Months	-	-	-	-
Over One to Two Years	-	-	-	-
Over Two to Three Years	10,066	3.03%	-	-
Over Three to Four Years	-	-	10,086	3.04%
Over Four to Five Years	10,000	1.53%	-	-
Over Five Years	51,318	3.08%	31,361	3.22%
Total Borrowings	$ 131,384	1.66%	$ 51,447	3.13%

Asset Quality

Highlights

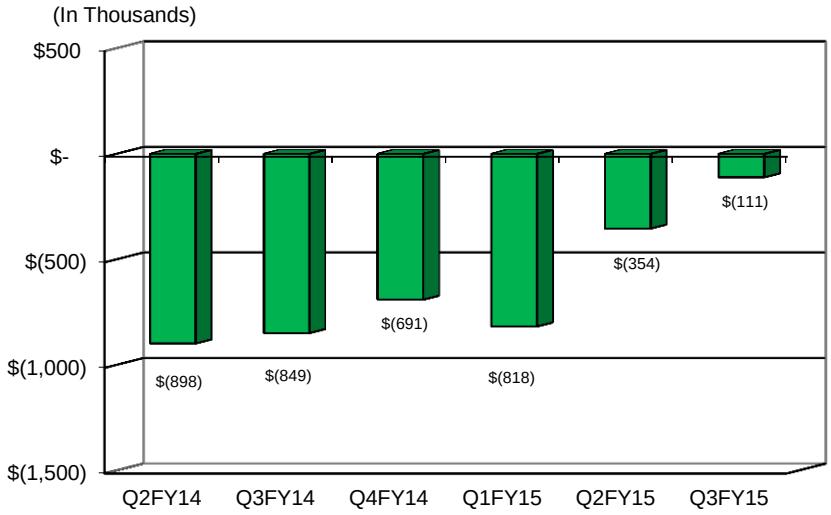
- **Non-Performing Assets decline 25% to $13.7 million since June 30, 2014**
- **Net Recoveries in three of the prior four quarters**
- **REO activity remains limited**

NPA, NPA to Total Assets and ALLL to LHI Ratios

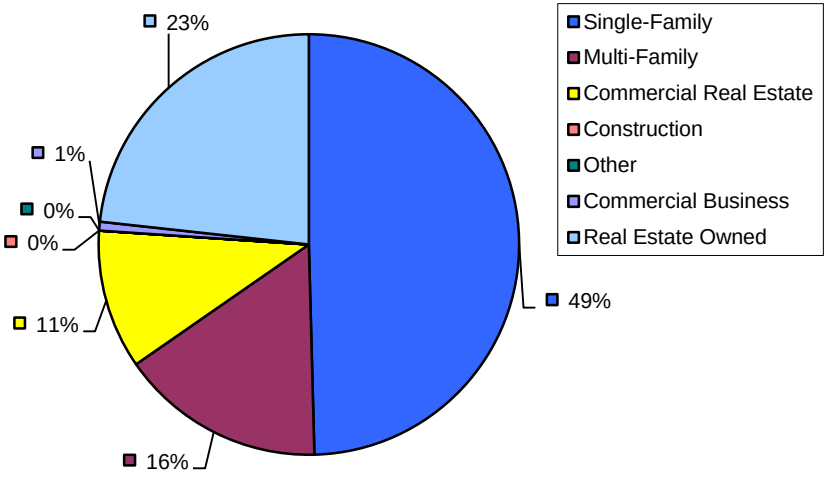


	12/31/13	03/31/14	06/30/14	09/30/14	12/31/14	3/31/15
Non-Performing Assets	$20,434	$19,213	$18,403	$15,498	$14,647	$13,711
NPA to Total Assets	1.80%	1.71%	1.66%	1.40%	1.32%	1.13%
ALLL to LHI	1.44%	1.29%	1.25%	1.11%	1.08%	1.05%

Recovery from Allowance for Loan Losses

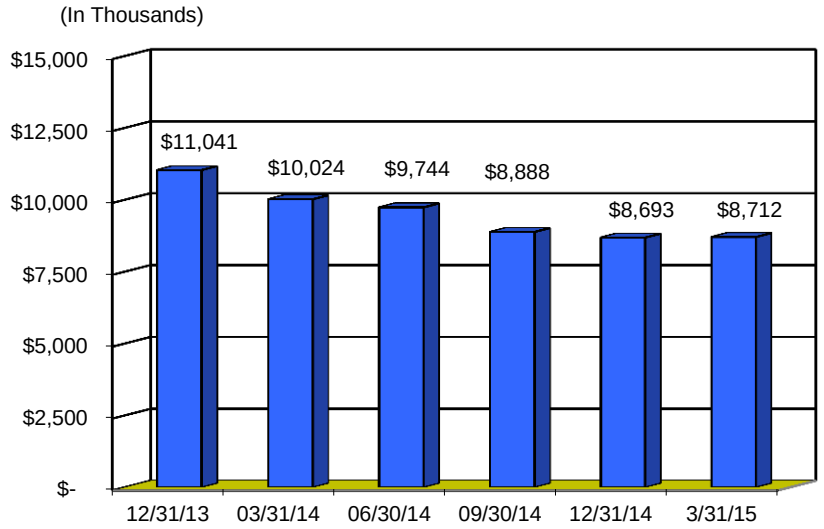


Non-Performing Asset Composition 03/31/15

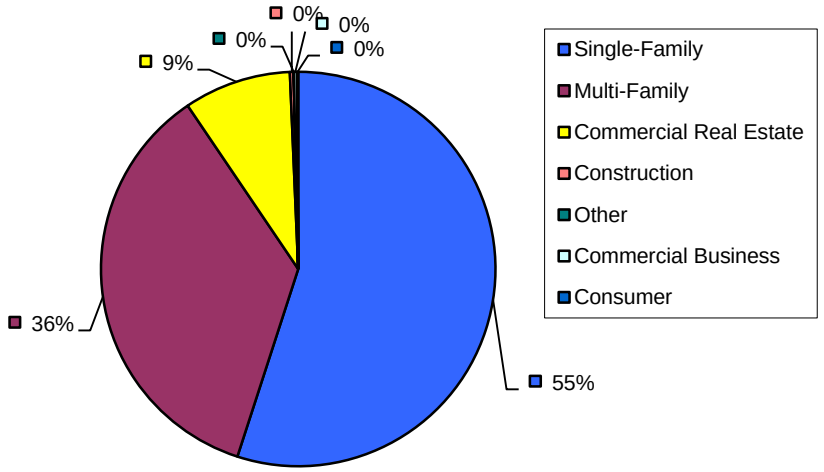


Asset Quality

Allowance for Loan Losses (ALLL)



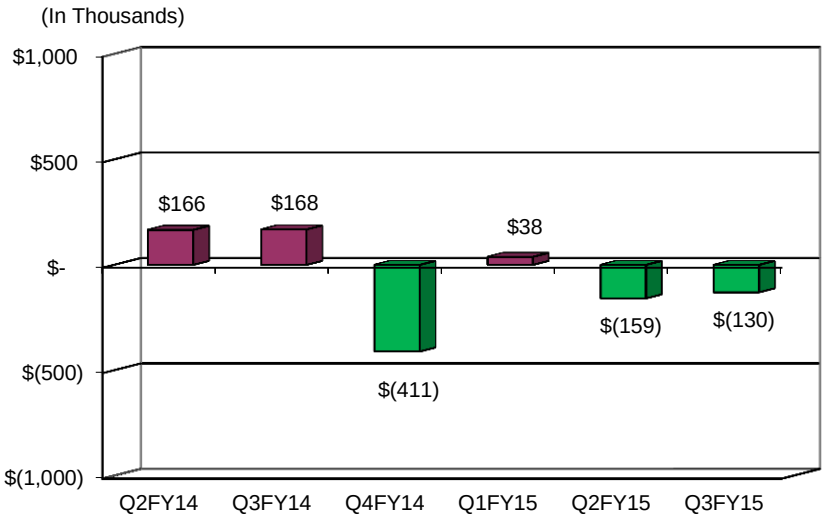
ALLL Allocation as of 03/31/15



Delinquent and Non-Performing Loans

(Dollars In Thousands)	At March 31, 2015				At March 31, 2014			
	30 - 89 Days		Non-performing		30 - 89 Days		Non-performing	
	# of Loans	Balance	# of Loans	Balance	# of Loans	Balance	# of Loans	Balance
Mortgage Loans:								
Single-Family	8	$ 4,444	29	$ 7,105	4	$1,035	34	$ 10,799
Multi-Family	-	-	4	2,239	-	-	8	3,530
Commercial Real Estate	-	-	4	1,468	-	-	8	3,562
Other	-	-	-	-	-	-	-	-
Commercial Business Loans	-	-	2	114	-	-	4	154
Consumer Loans	2	1	-	-	3	1	-	-
Total	10	$ 4,445	39	$10,926	7	$1,036	54	$ 18,045

Net Charge-Offs (Recoveries)



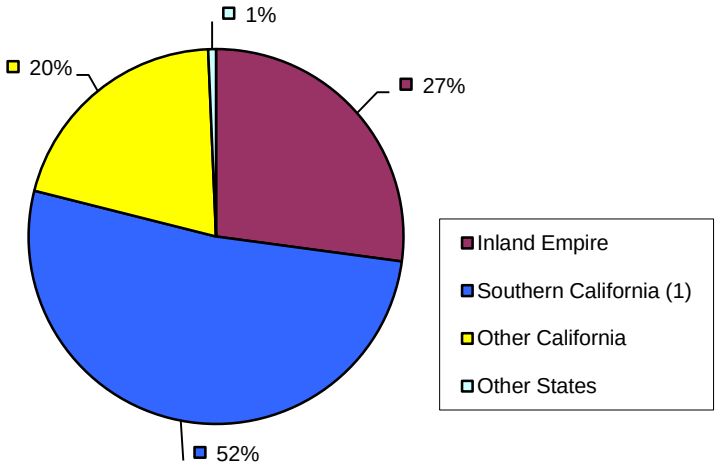
Asset Quality

Geographic Location

Category	Inland Empire		Southern California [1]		Other California		Other States		Total	
	Balance	Percentage	Balance	Percentage	Balance	Percentage	Balance	Percentage	Balance	Percentage
Single-Family	$109,895	29%	$201,154	54%	$61,294	16%	$2,638	1%	$374,981	100%
Multi-Family	71,272	21%	178,951	52%	91,123	26%	2,931	1%	$344,277	100%
Commercial Real Estate	42,455	42%	44,278	43%	14,885	15%	-	0%	$101,618	100%
Construction	720	12%	3,950	65%	1,369	23%	-	0%	$6,039	100%
Total	$224,342	27%	$428,333	52%	$168,671	20%	$5,569	1%	$826,915	100%

[1] Other than Inland Empire.

Geographic Location 03/31/15



[1] Other than Inland Empire.

Asset Quality

Single-Family (1st) – Loans Held for Investment

	Year of Origination									
	2007 & Prior	2008	2009	2010	2011	2012	2013	2014	YTD 2015	TOTAL
Loan Balance (In Thousands)	$292,990	$20,313	$894	$125	$1,281	$5,392	$6,880	$29,872	$8,221	$365,968
Weighted Avg. LTV [1]	67%	75%	52%	70%	68%	58%	59%	69%	74%	67%
Weighted Avg. Age (In Years)	9.47	7.01	5.65	4.37	3.65	2.64	1.77	0.66	0.12	8.12
Weighted Avg. FICO [2]	730	745	750	700	716	744	747	746	760	733
Number of Loans	880	41	3	1	5	25	35	52	9	1,051
Geographic Breakdown (%)										
Inland Empire	30%	20%	100%	100%	50%	20%	27%	30%	29%	29%
Southern California [3]	57%	46%	0%	0%	50%	37%	31%	42%	48%	54%
Other California	12%	34%	0%	0%	0%	43%	42%	28%	23%	16%
Other States	1%	0%	0%	0%	0%	0%	0%	0%	0%	1%
	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%

(1) Current loan balance in comparison to the original appraised value.

(2) At time of loan origination.

(3) Other than Inland Empire.

Multi-Family – Loans Held for Investment

	Year of Origination									
	2007 & Prior	2008	2009	2010	2011	2012	2013	2014	YTD 2015	TOTAL
Loan Balance (In Thousands)	$71,532	$4,919	-	-	$18,949	$28,329	$87,643	$98,595	$34,310	$344,277
Weighted Avg. LTV [1]	48%	44%	-	-	57%	56%	58%	57%	59%	55%
Weighted Avg. Debt Coverage Ratio [2]	1.42x	1.39x	-	-	1.41x	1.74x	1.71x	1.67x	1.53x	1.60x
Weighted Avg. Age (In Years)	9.43	6.96	-	-	3.53	2.61	1.65	0.72	0.11	3.10
Weighted Avg. FICO [2]	704	708	-	-	744	727	760	762	743	745
Number of Loans	128	6	-	-	20	35	117	114	40	460
Geographic Breakdown (%)										
Inland Empire	19%	28%	-	-	31%	15%	32%	14%	16%	21%
Southern California [3]	55%	72%	-	-	54%	54%	43%	52%	60%	52%
Other California	22%	0%	-	-	15%	31%	25%	34%	24%	26%
Other States	4%	0%	-	-	0%	0%	0%	0%	0%	1%
	100%	100%	-	-	100%	100%	100%	100%	100%	100%

(1) Current loan balance in comparison to the original appraised value.

(2) At time of loan origination.

(3) Other than Inland Empire.

Commercial RE – Loans Held for Investment

	Year of Origination									
	2007 & Prior	2008	2009	2010	2011	2012	2013	2014	YTD 2015	TOTAL [4][5]
Loan Balance (In Thousands)	$ 28,183	$ 439	-	$ 364	$ 766	$ 15,702	$ 20,476	$ 27,076	$ 8,612	$101,618
Weighted Avg. LTV [1]	46%	41%	-	0.57	61%	50%	47%	48%	49%	48%
Weighted Avg. Debt Coverage Ratio [2]	1.78x	1.44x	-	1.26	1.47x	1.88x	1.82x	1.89x	1.58x	1.81x
Weighted Avg. Age (In Years)	9.20	6.94	-	4.85	3.27	2.52	1.66	0.68	0.08	3.54
Weighted Avg. FICO [2]	707	700	-	704	770	753	756	749	725	739
Number of Loans	31	2	-	2	1	15	26	32	11	120
Geographic Breakdown (%)										
Inland Empire	50%	42%	-	51%	0%	68%	34%	33%	17%	42%
Southern California [3]	44%	58%	-	49%	100%	32%	39%	49%	51%	43%
Other California	6%	0%	-	0%	0%	0%	27%	18%	32%	15%
Other States	0%	0%	-	0%	0%	0%	0%	0%	0%	0%
	100%	100%	-	100%	100%	100%	100%	100%	100%	100%

(1) Current loan balance in comparison to the original appraised value.

(2) At time of loan origination.

(3) Other than Inland Empire.

(4) Comprised of the following: $33.5 million in Mixed Use; $17.2 million in Retail; $14.9 million in Office; $12.3 million in Mobile Home Park; $5.5 million in Warehouse; $5.0 million in Medical/Dental Office; $4.2 million in Restaurant/Fast Food; $3.0 million in Mini-Storage; $2.1 million in Automotive – Non-Gasoline; $1.8 million in Light Industrial/Manufacturing; $1.7 million in Hotel and Motel; and $383,000 in Other.

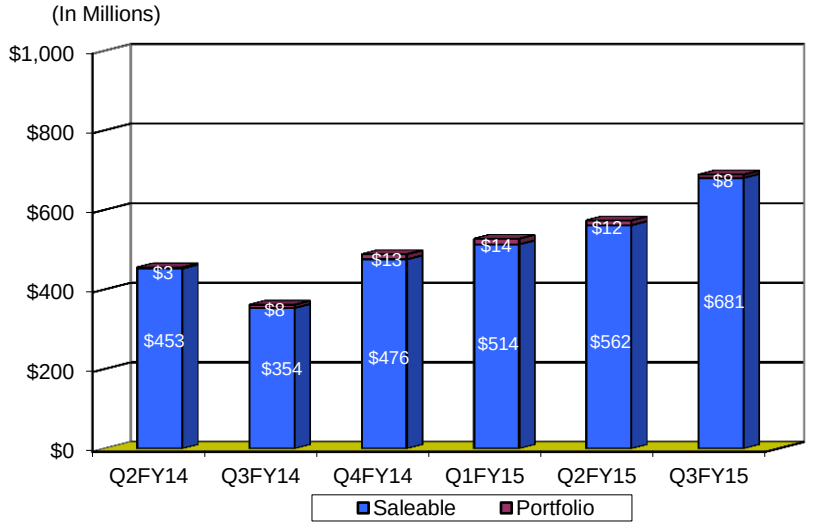
(5) Consisting of $85.1 million or 83.7% in investment properties and $16.5 million or 16.3% in owner occupied properties.

Mortgage Banking

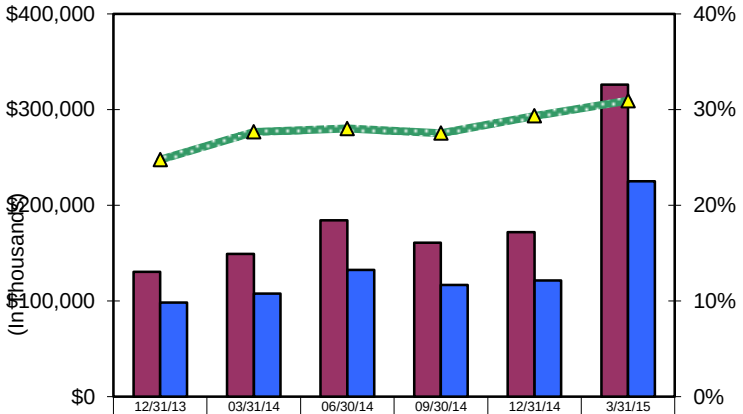
Highlights

- **Loan Origination Volume increases 20% to $688.6 million (sequential quarter)**
- **Gross Locked Pipeline increases 89% to $326.0 million (sequential quarter)**
- **Loan Sale Margin decreases 15 basis points to 125 basis points (sequential quarter)**
- **Refinance Volume increases**

PBM Loan Originations



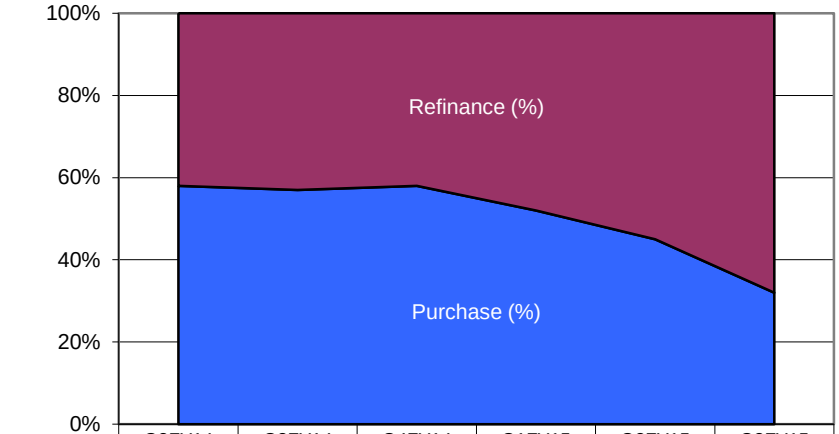
PBM Locked Pipeline



	12/31/13	03/31/14	06/30/14	09/30/14	12/31/14	3/31/15
Gross Locked Pipeline	$130,584	$149,104	$184,160	$161,024	$172,063	$325,982
Net Locked Pipeline (1)	$98,242	$107,866	$132,567	$116,695	$121,575	$225,182
Fall-out Ratio	25%	28%	28%	28%	29%	31%

(1) Net of management's estimate of commitments to extend credit which may not fund.

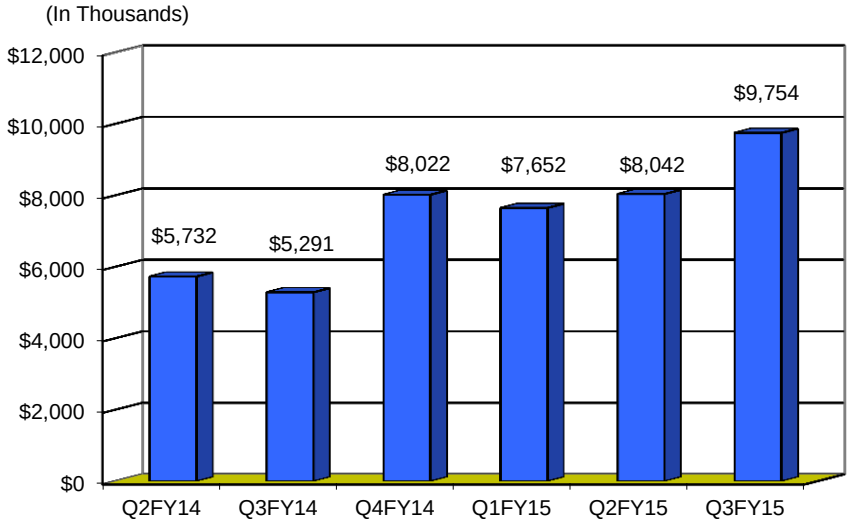
PBM Loan Purchase vs. Refinance



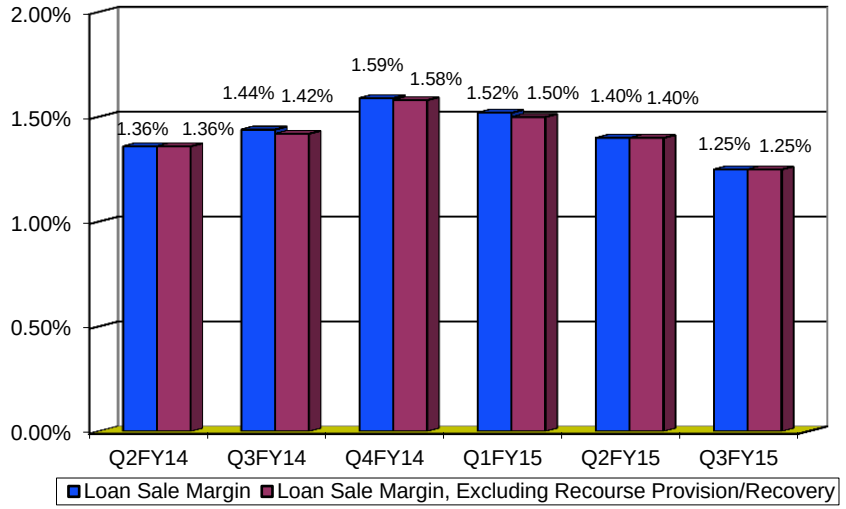
	Q2FY14	Q3FY14	Q4FY14	Q1FY15	Q2FY15	Q3FY15
Refinance	42%	43%	42%	48%	55%	68%
Purchase	58%	57%	58%	52%	45%	32%

Mortgage Banking

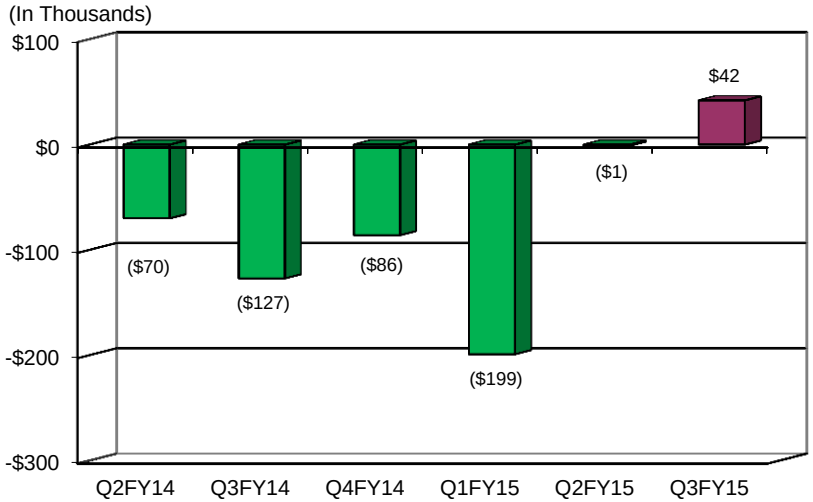
Gain on Sale of Loans



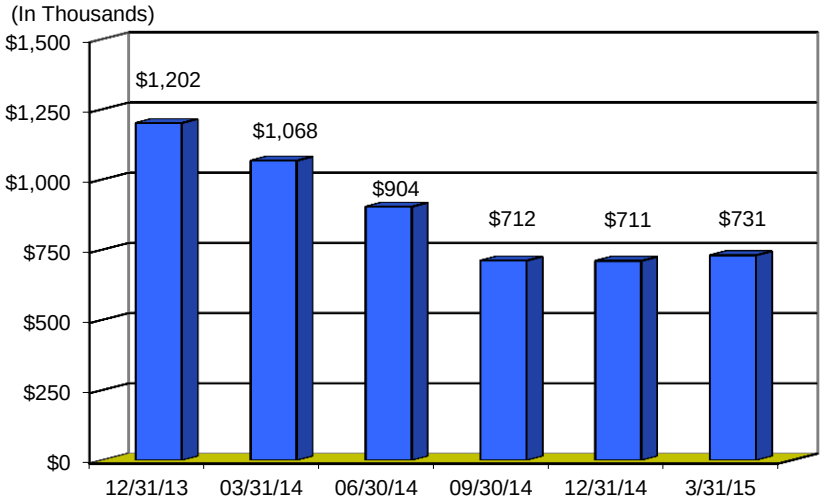
Loan Sale Margin



Recourse (Recovery) Provision



Recourse Reserve

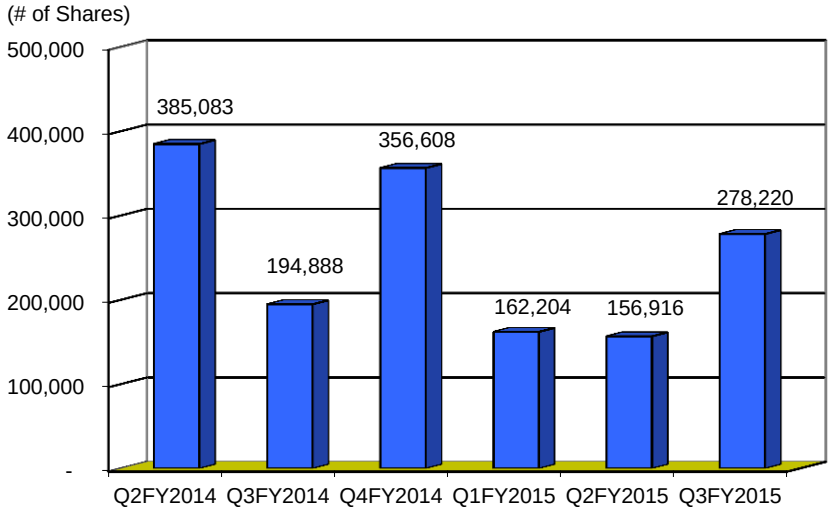


Capital Management

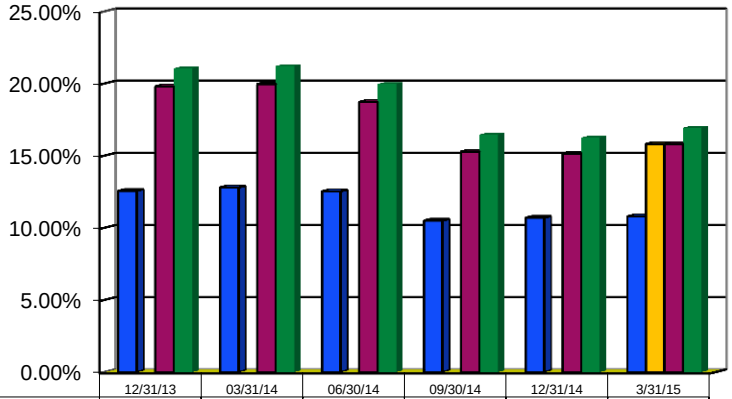
Highlights

- **Bank Capital Ratios remain strong**
- **Implemented Basel III capital protocol**
- **2.75% cash dividend yield (approximately)**
- **Repurchased approximately 278,000 shares of common stock**

Stock Repurchase Plan Activity

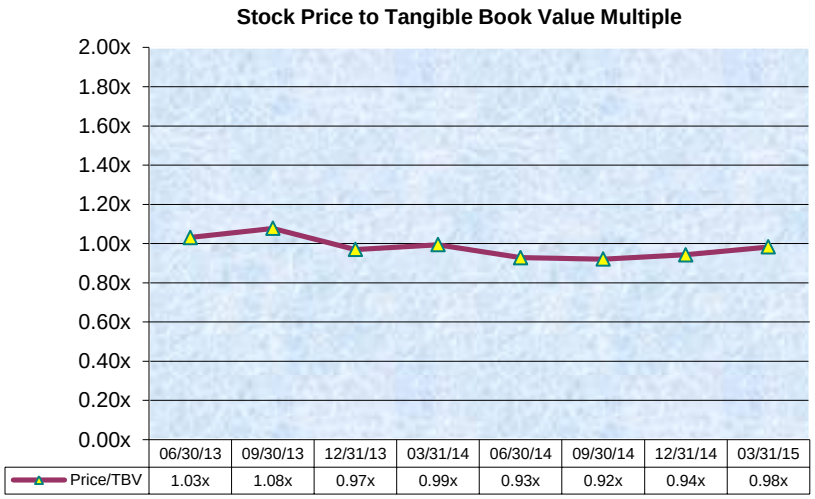


Bank Capital Ratios



	12/31/13	03/31/14	06/30/14	09/30/14	12/31/14	3/31/15
Tier 1 Leverage Ratio	12.56%	12.80%	12.53%	10.50%	10.70%	10.79%
CET1 Ratio						15.81%
Tier 1 Risk-Based Capital Ratio	19.80%	19.96%	18.72%	15.28%	15.15%	15.81%
Total Risk-Based Capital Ratio	21.06%	21.22%	19.98%	16.47%	16.26%	16.94%

Value Proposition



	06/30/13	09/30/13	12/31/13	03/31/14	06/30/14	09/30/14	12/31/14	03/31/15
Price/TBV	1.03x	1.08x	0.97x	0.99x	0.93x	0.92x	0.94x	0.98x