



Second Quarter of Fiscal 2022

December 31, 2021

Safe Harbor Statement

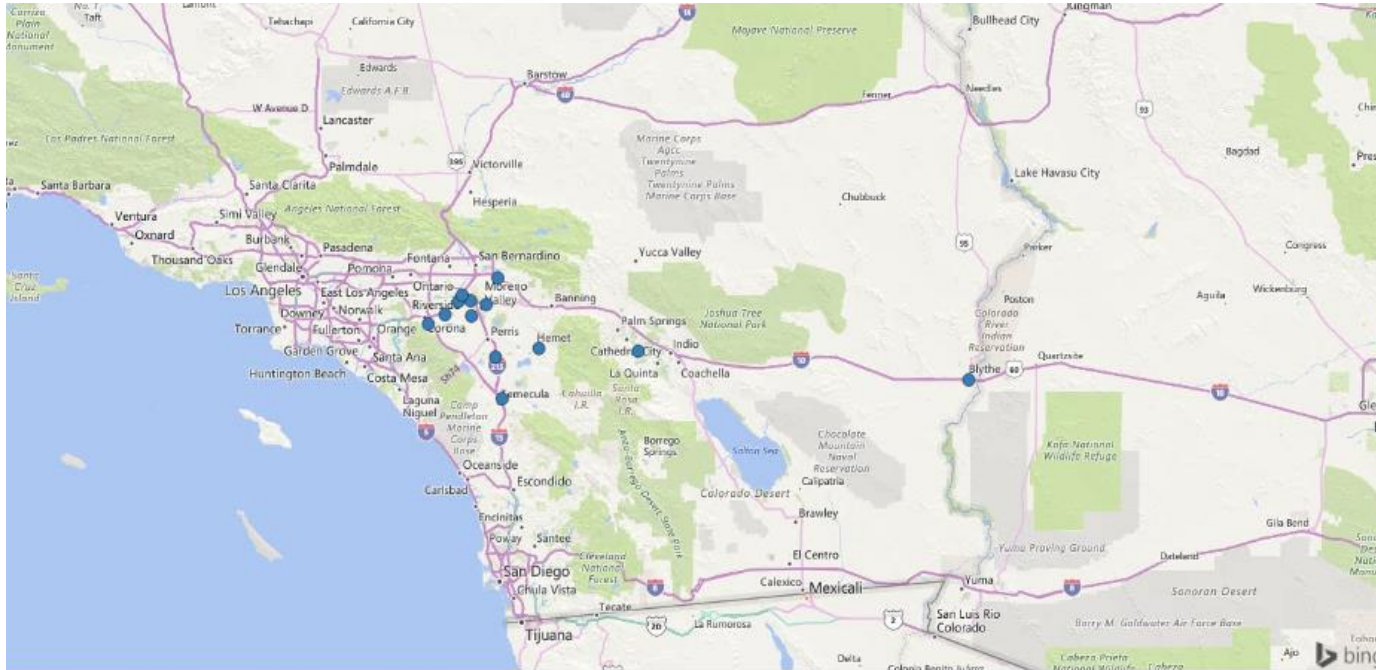
This presentation contains statements that the Company believes are “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. These statements relate to the Company’s financial condition, liquidity, results of operations, plans, objectives, future performance 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, the expected or potential impact of the novel coronavirus (COVID-19) pandemic; increased competitive pressures; changes in the interest rate environment; secondary market conditions for loans and our ability to buy or 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 2022 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:	\$16.53
52-Week Range:	\$14.50 - \$18.48
Shares Outstanding:	7,389,943 shares
Market Capitalization:	\$122.2 million
P/E (ttm):	12.72x
Diluted EPS (ttm):	\$1.30
Annual Dividend & Yield:	\$0.56 (3.39%)

As of December 31, 2021

Franchise Overview



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Provident Bank Offices:

- Blythe
- Canyon Crest, Riverside
- Corona
- Corporate Office, Riverside
- Downtown, Riverside
- Hemet
- La Sierra, Riverside
- Moreno Valley
- Orange Crest, Riverside
- Rancho Mirage
- Redlands
- Sun City
- Temecula

➤ Largest independent community bank headquartered in Riverside County, California

➤ Expanding customer base and market

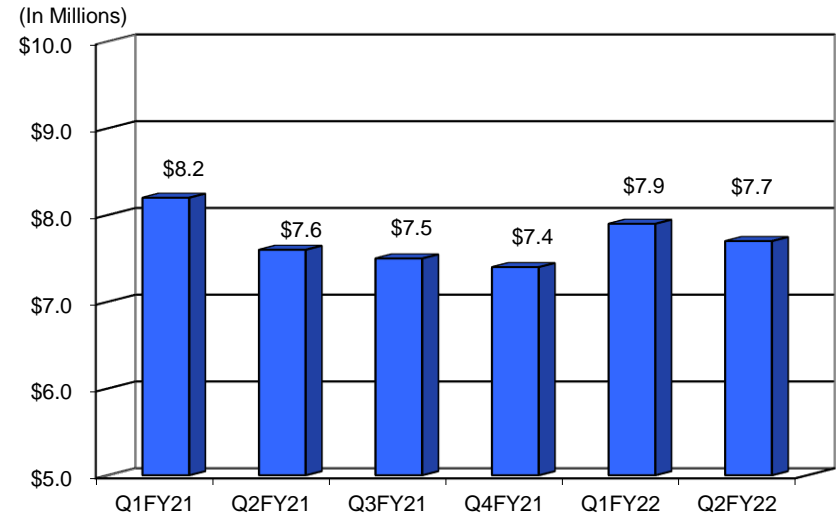
➤ Eleventh largest deposit market share in Riverside County; third largest deposit market share of community banks

Financial Performance

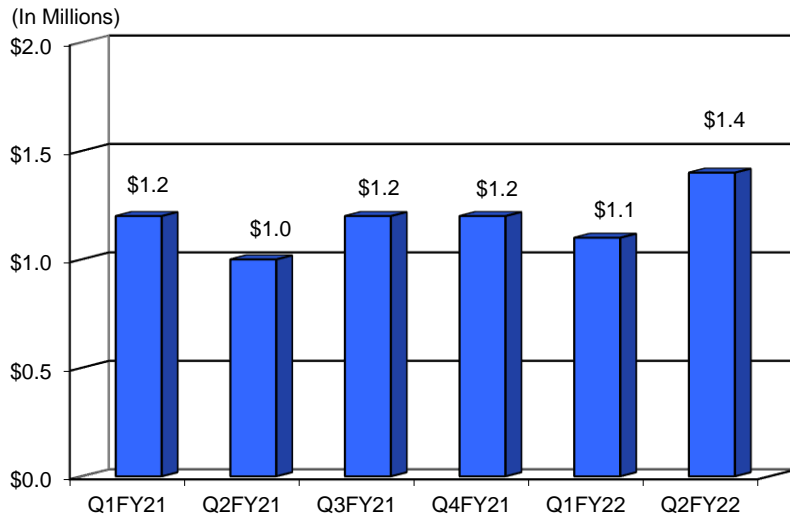
Developments

- Net Income decreases approximately 15% (sequential quarter)
- Net Interest Margin decreases seven basis points (sequential quarter)
- Net Interest Income decreases approximately 3% (sequential quarter)
- Non-Interest Income increases approximately 27% (sequential quarter)
- Operating Expenses increase approximately 21% (sequential quarter), attributable mainly to the expiration of the Employee Retention Tax Credit (\$1.2 million) after September 30, 2021

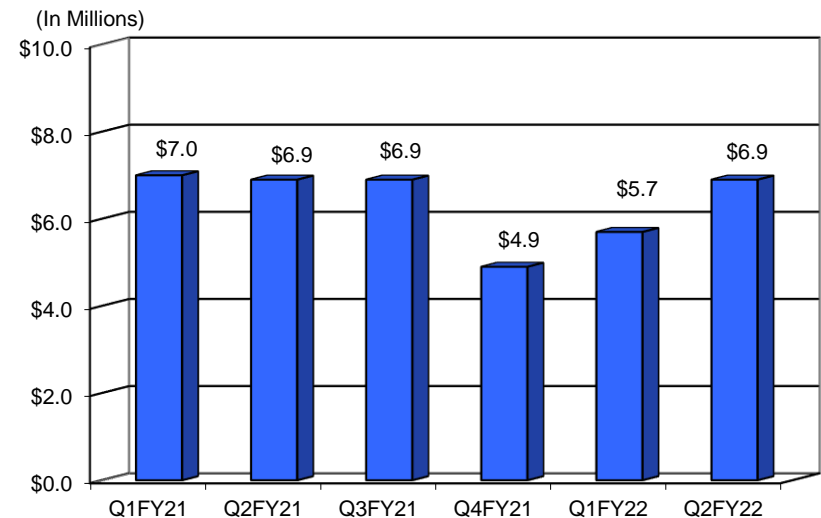
Net Interest Income



Non-Interest Income

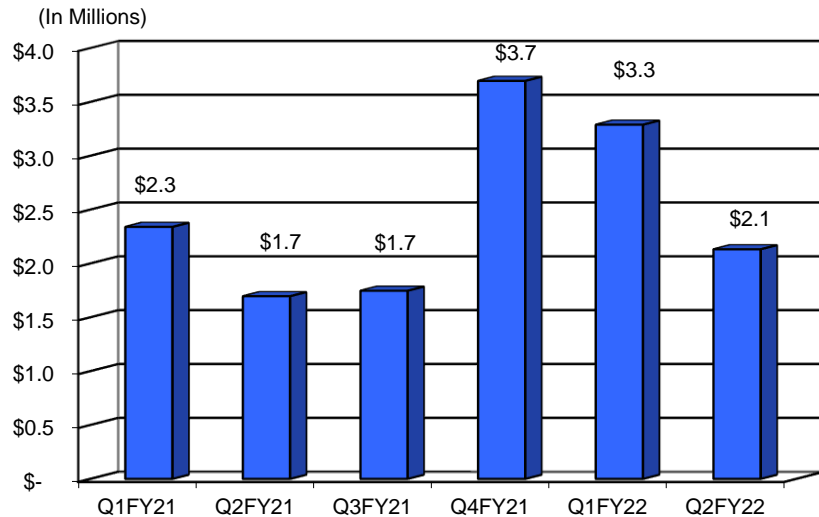


Operating Expenses

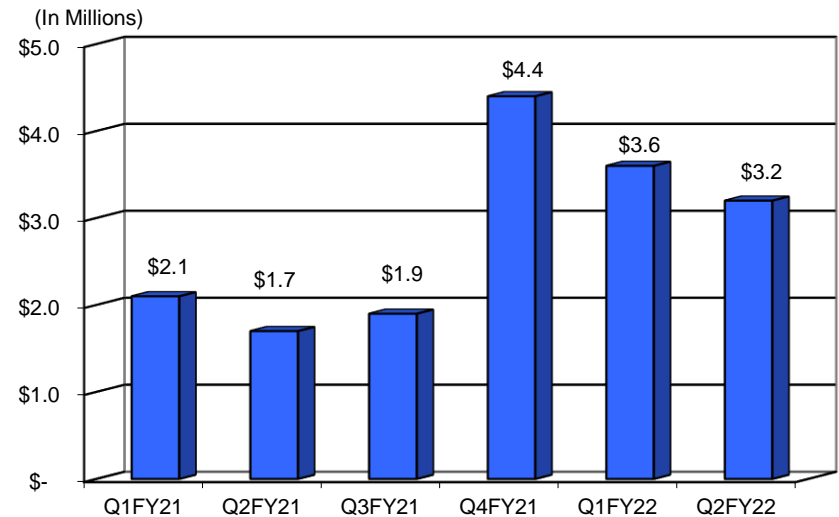


Financial Performance

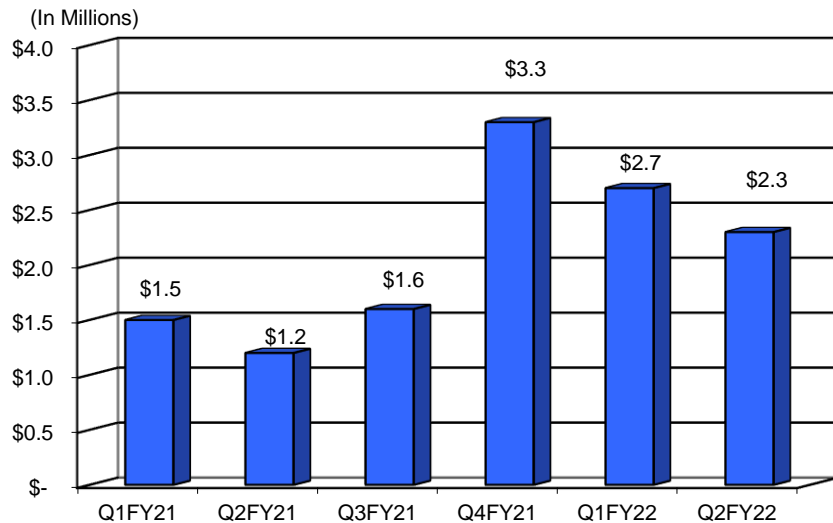
Pre-Provision, Pre-Tax Earnings



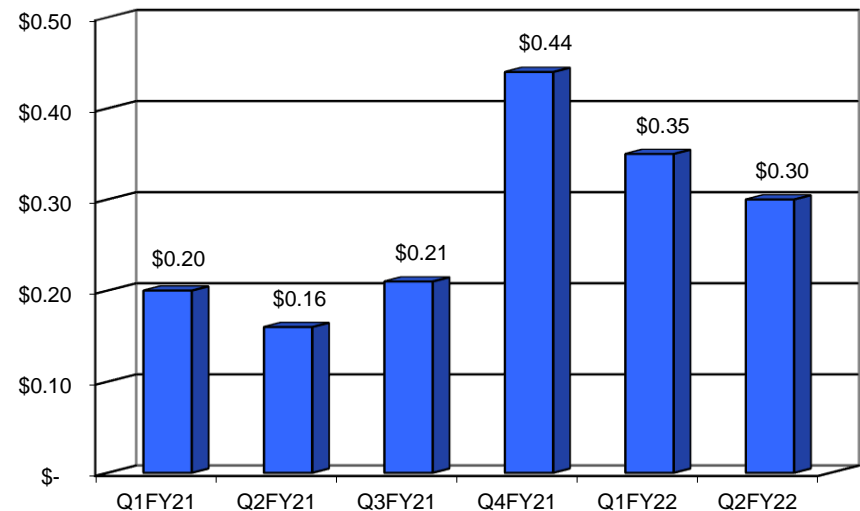
Pre-Tax Income



Quarterly Net Income

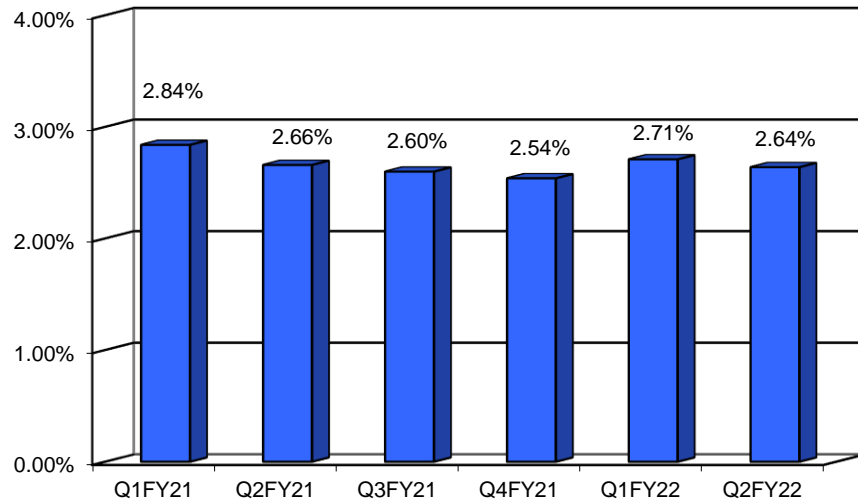


Diluted Earnings Per Share

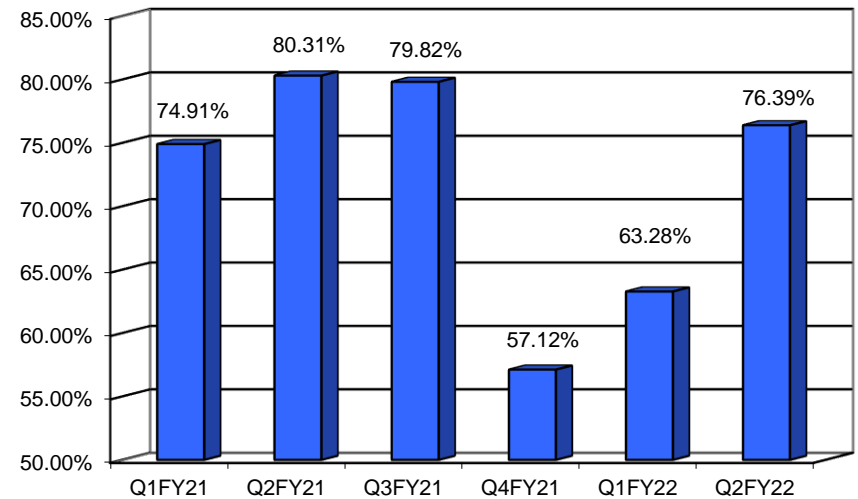


Financial Ratios

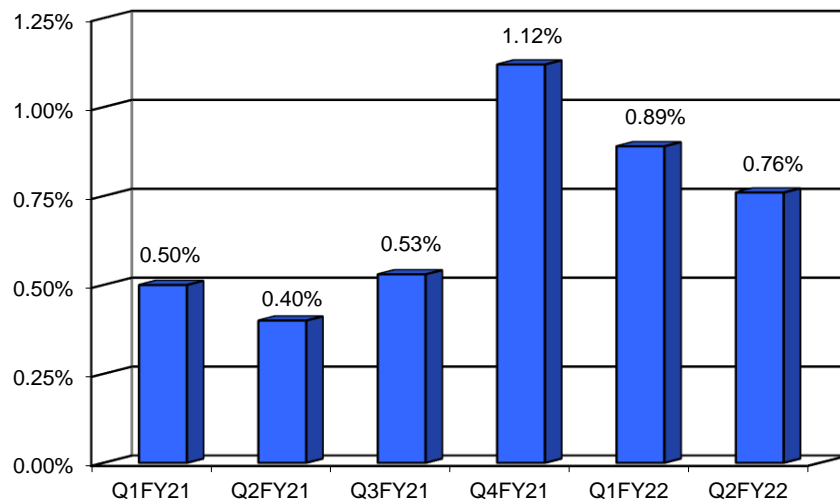
Net Interest Margin



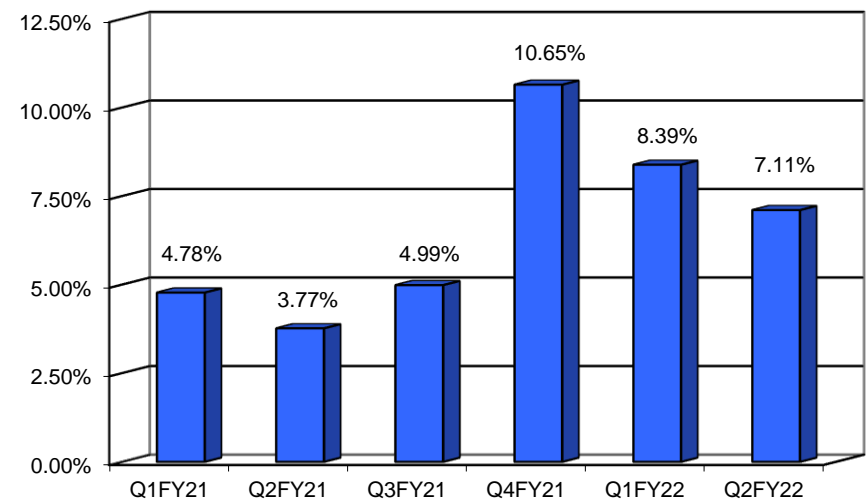
Efficiency Ratio



Return on Average Assets



Return on Average Equity

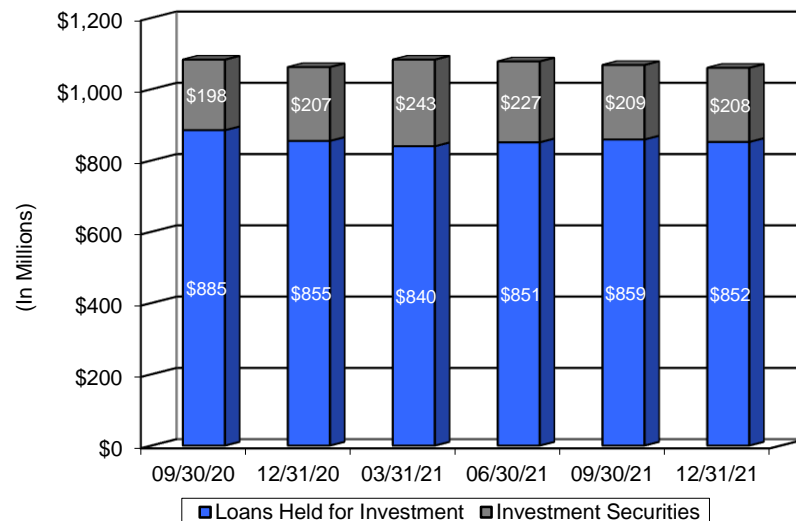


Balances and Activity

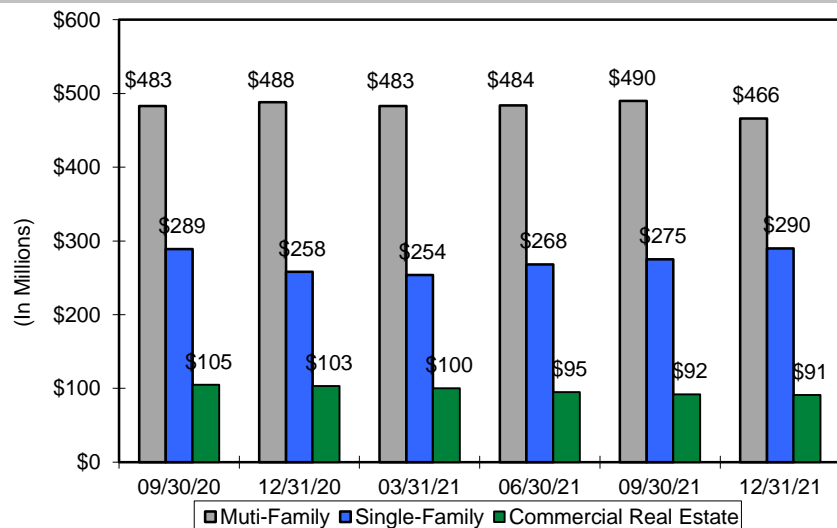
Developments

- Loans Held for Investment balance decreases by approximately 1% (sequential quarter)
- Yield on Loans Held for Investment decreases five basis points from September 30, 2021
- Total Deposits balance remains virtually unchanged (sequential quarter)
- Deposit costs decline by one basis point from September 30, 2021
- Total Borrowings decline by approximately 11% (sequential quarter)
- Borrowing costs increase by one basis point from September 30, 2021

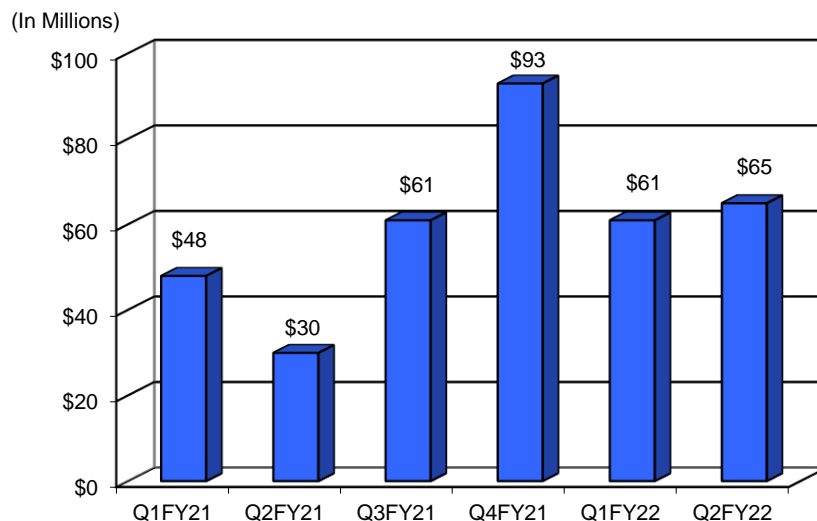
Loan to Investment Mix



Loan Portfolio Mix



Portfolio Loan Originations and Purchases

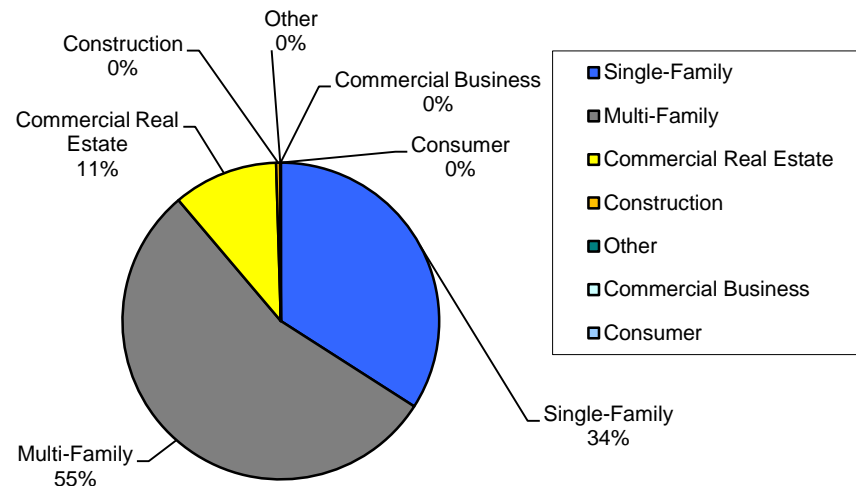


Balances and Activity

Loans Held for Investment Composition

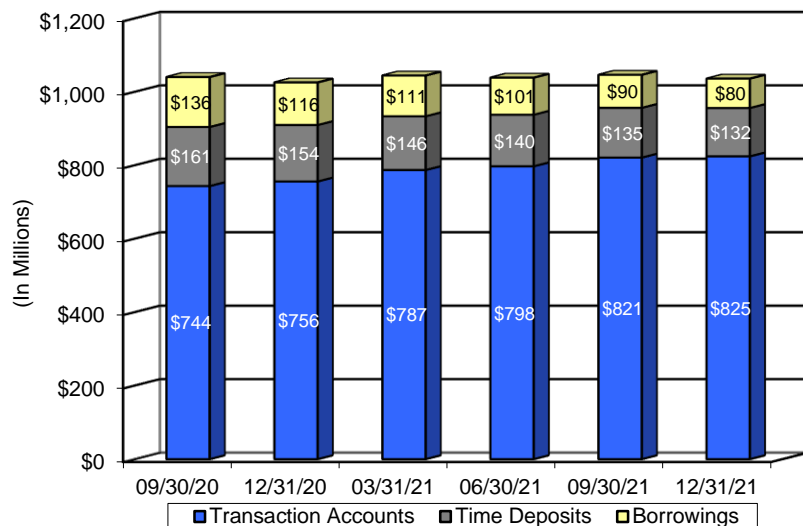
Loan Category (Dollars In Thousands)	Balance as of 12/31/21	Interest Rate	Balance as of 12/31/20	Interest Rate
Single-Family	\$ 290,245	3.17%	\$ 257,864	3.83%
Multi-Family	466,467	4.04%	488,412	4.16%
Commercial Real Estate	91,236	4.84%	102,551	4.67%
Construction	3,501	5.35%	7,135	5.99%
Other	134	5.25%	141	5.25%
Commercial Business	362	5.58%	882	6.45%
Consumer	78	15.00%	95	15.00%
Total Loans Held for Investment	\$ 852,023	3.84%	\$ 857,080	4.14%
Advance Payments of Escrow s	124		142	
Deferred Loan Costs, net	6,467		6,402	
Allowance for Loan Losses	(6,608)		(8,538)	
Total Loans Held for Investment, net	852,006		855,086	

Loan Composition as of 12/31/21

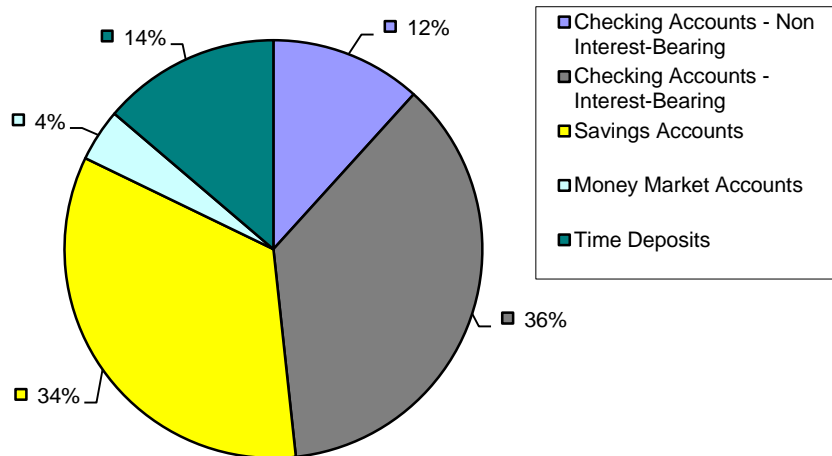


Balances and Activity

Deposits and Borrowings



Deposit Composition at 12/31/21



Deposit Composition

Category (Dollars In Thousands)	At 12/31/2021	Rate	At 12/31/2020	Rate
Checking Accounts - Non Interest-Bearing	\$ 112,022	- %	\$ 109,609	- %
Checking Accounts - Interest-Bearing	349,747	0.04%	314,163	0.05%
Savings Accounts	324,058	0.05%	289,133	0.06%
Money Market Accounts	38,838	0.16%	43,310	0.14%
Time Deposits	131,683	0.60%	153,753	0.82%
Total Deposits	\$ 956,348	0.12%	\$ 909,968	0.18%
Brokered Deposits Included Above	\$ -	- %	\$ -	- %

Borrowings Maturity Schedule

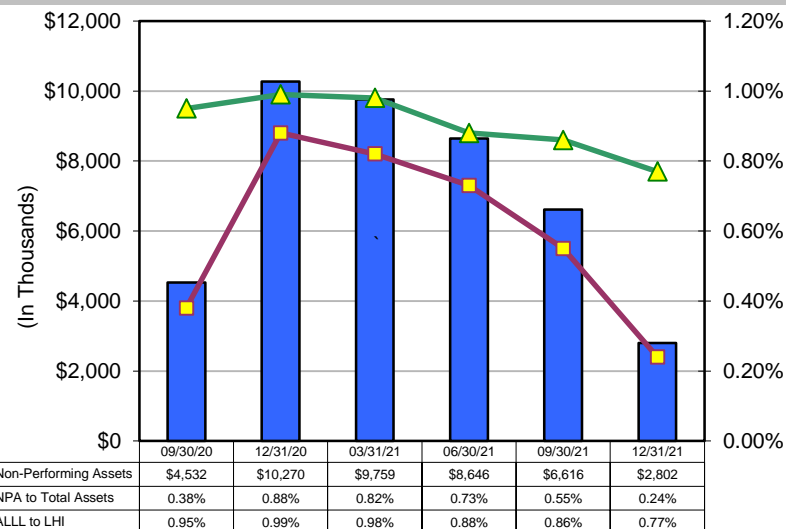
Category (Dollars In Thousands)	At 12/31/2021	Rate	At 12/31/2020	Rate
Overnight	\$ -	-	\$ -	-
Three Months or Less	-	-	-	-
Over Three to Six Months	-	-	5,000	-
Over Six to Twelve Months	20,000	1.75%	21,015	1.75%
Over One to Two Years	20,000	2.00%	30,000	1.90%
Over Two to Three Years	20,000	2.50%	20,000	2.00%
Over Three to Four Years	20,000	2.70%	20,000	2.50%
Over Four to Five Years	-	-	20,000	2.70%
Over Five Years	-	-	-	-
Total Borrowings	\$ 80,000	2.24%	\$ 116,015	2.05%

Asset Quality

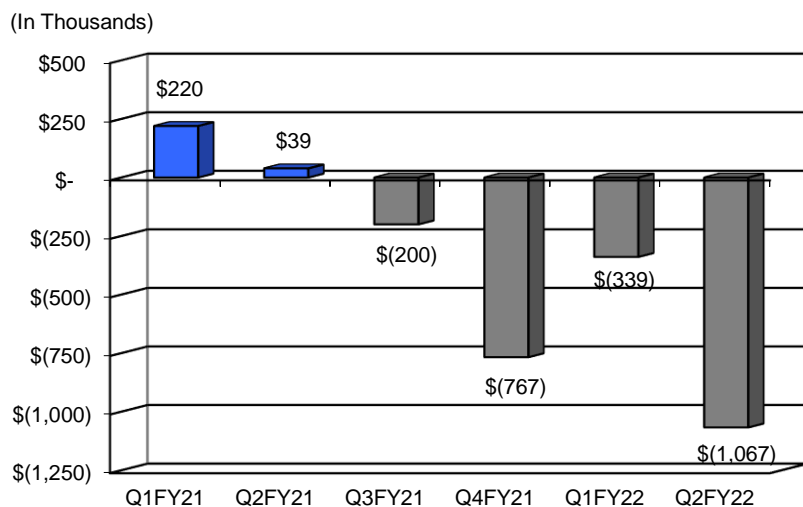
Developments

- Non-Performing Assets to Total Assets Ratio declines to 0.24% at December 31, 2021
- \$1.07 million Recovery from the Allowance for Loan Losses
- No REO
- Early-Stage Delinquencies remain at very low levels
- No loans in Forbearance status at December 31, 2021

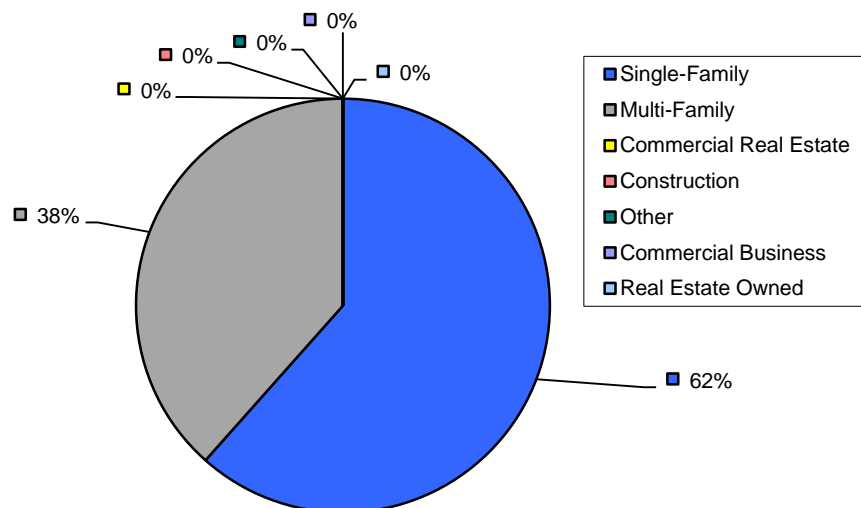
NPA, NPA to Total Assets Ratio and ALLL to LHI Ratio



(Recovery) Provision for Loan Losses

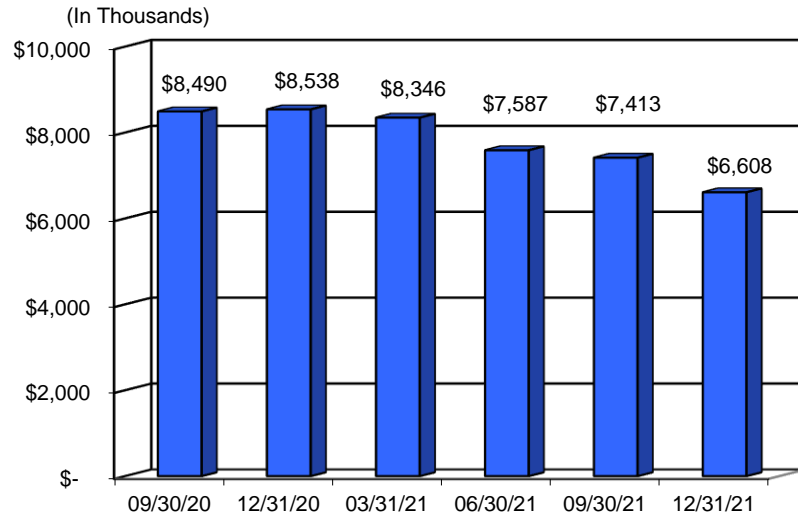


Non-Performing Asset Composition 12/31/21

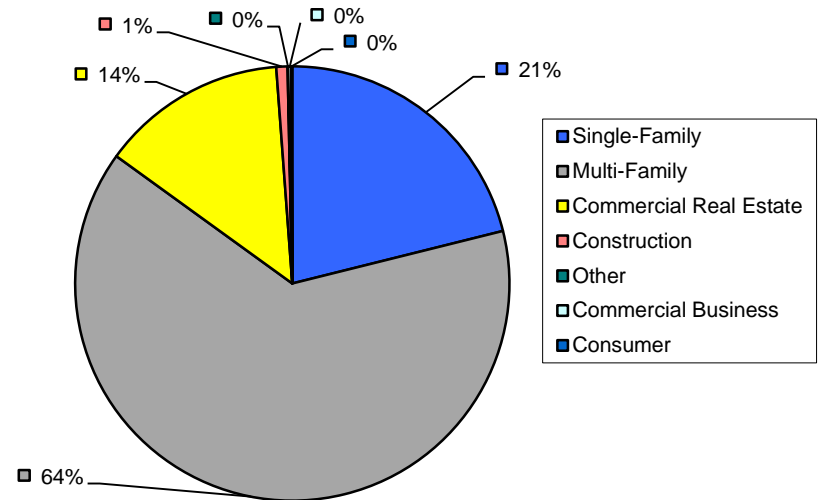


Asset Quality

Allowance for Loan Losses (ALLL)



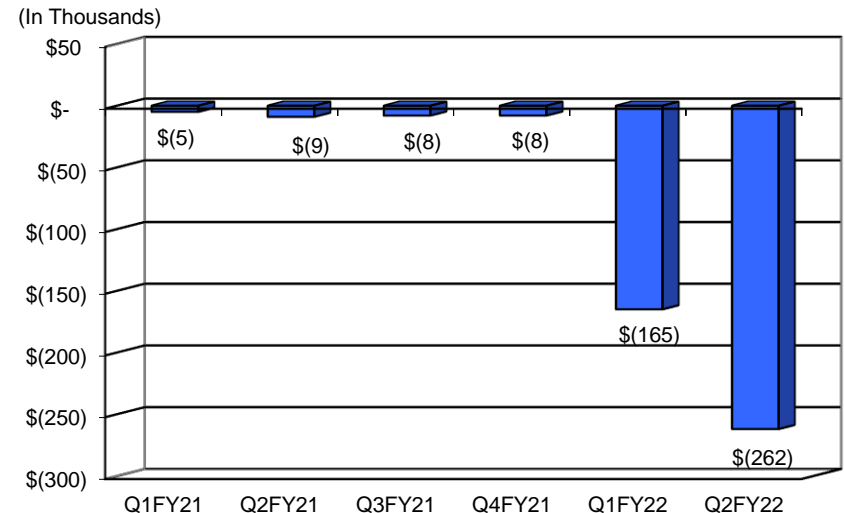
ALLL Allocation as of 12/31/21



Delinquent and Non-Performing Loans

(Dollars In Thousands)	At December 31, 2021				At December 31, 2020			
	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	-	\$ -	9	\$ 1,725	1	\$ 348	33	\$ 10,270
Multi-Family	-	-	2	1,077	-	-	-	-
Commercial Real Estate	-	-	-	-	-	-	-	-
Construction	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Commercial Business Loans	-	-	-	-	-	-	-	-
Consumer Loans	-	-	-	-	-	-	-	-
Total	-	\$ -	11	\$ 2,802	1	\$ 348	33	\$ 10,270

Net Charge-Offs (Recoveries)



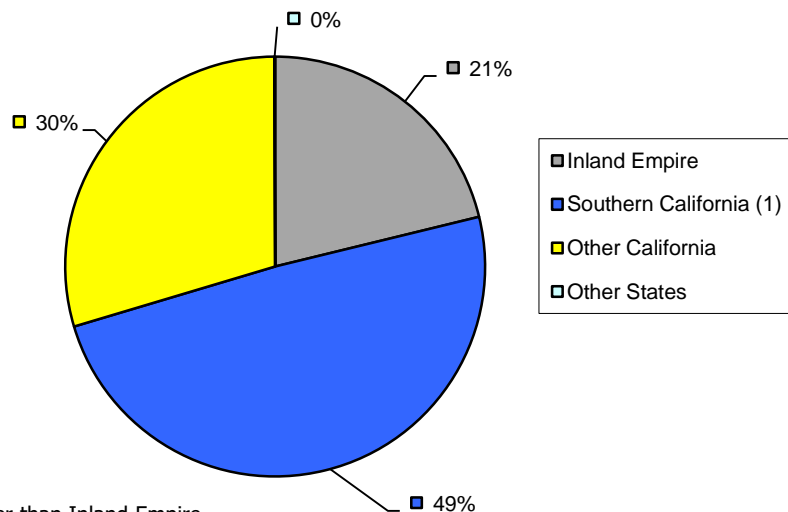
Asset Quality

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	\$ 90,632	31%	\$ 95,075	33%	\$ 104,252	36%	\$ 286	0%	\$ 290,245	100%
Multi-Family	65,149	14%	281,259	60%	119,775	26%	284	0%	466,467	100%
Commercial Real Estate	22,983	25%	40,646	45%	27,607	30%	-	0%	91,236	100%
Construction	1,738	50%	1,763	50%	-	0%	-	0%	3,501	100%
Other	-	0%	134	100%	-	0%	-	0%	134	100%
Total	\$ 180,502	21%	\$ 418,877	49%	\$ 251,634	30%	\$ 570	0%	\$ 851,583	100%

⁽¹⁾ Other than Inland Empire.

Geographic Location 12/31/21



⁽¹⁾ Other than Inland Empire.

Asset Quality

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

	Year of Origination									
	2013 & Prior	2014	2015	2016	2017	2018	2019	2020	2021	TOTAL
Loan Balance (In Thousands)	\$35,930	\$550	\$3,530	\$6,712	\$16,730	\$14,312	\$22,972	\$26,208	\$161,149	\$288,093
Weighted Avg. LTV ⁽¹⁾	50%	30%	60%	54%	65%	60%	54%	64%	65%	61%
Weighted Avg. Age (In Years)	16.16	7.53	6.71	5.31	4.59	3.59	2.47	1.43	0.48	3.28
Weighted Avg. FICO ⁽²⁾	728	736	724	754	736	745	759	750	764	755
Number of Loans	196	6	5	17	30	29	48	39	209	579
Geographic Breakdown (%)										
Inland Empire	35%	27%	18%	21%	30%	32%	11%	18%	36%	31%
Southern California ⁽³⁾	53%	47%	77%	49%	62%	57%	57%	31%	18%	33%
Other California	11%	26%	5%	30%	8%	11%	32%	51%	46%	36%
Other States	1%	0%	0%	0%	0%	0%	0%	0%	0%	0%
	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									
	2013 & Prior	2014	2015	2016	2017	2018	2019	2020	2021	TOTAL
Loan Balance (In Thousands)	\$22,587	\$17,046	\$28,541	\$50,929	\$47,662	\$44,744	\$80,504	\$77,170	\$97,284	\$466,467
Weighted Avg. LTV ⁽¹⁾	39%	47%	44%	42%	45%	44%	47%	51%	50%	46%
W. Avg. Debt Coverage Ratio ⁽²⁾	1.88x	1.74x	1.81x	1.71x	1.66x	1.56x	1.60x	1.58x	1.77x	1.68x
Weighted Avg. Age (In Years)	11.43	7.51	6.44	5.37	4.58	3.56	2.41	1.46	0.53	3.39
Weighted Avg. FICO ⁽³⁾	743	777	748	763	752	765	760	760	760	759
Number of Loans	50	30	60	67	80	65	89	80	114	635
Geographic Breakdown (%)										
Inland Empire	34%	3%	17%	5%	14%	16%	11%	15%	15%	14%
Southern California ⁽⁴⁾	53%	49%	52%	62%	69%	66%	65%	67%	50%	60%
Other California	12%	48%	31%	33%	17%	18%	24%	18%	35%	26%
Other States	1%	0%	0%	0%	0%	0%	0%	0%	0%	0%
	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) At time of loan origination, borrowers and/or guarantors.

(4) Other than Inland Empire.

Commercial RE – Loans Held for Investment

	Year of Origination									
	2013 & Prior	2014	2015	2016	2017	2018	2019	2020	2021	TOTAL ⁽⁵⁾⁽⁶⁾
Loan Balance (In Thousands)	\$10,369	\$7,200	\$9,706	\$8,761	\$14,086	\$11,655	\$16,148	\$7,180	\$6,131	\$91,236
Weighted Avg. LTV ⁽¹⁾	40%	29%	36%	44%	43%	40%	43%	37%	45%	40%
W. Avg. Debt Coverage Ratio ⁽²⁾	1.98x	2.47x	1.80x	1.58x	1.71x	1.71x	1.44x	1.99x	1.75x	1.76x
Weighted Avg. Age (In Years)	9.14	7.39	6.47	5.61	4.25	3.56	2.49	1.74	0.31	4.56
Weighted Avg. FICO ⁽³⁾	759	758	741	776	778	752	758	731	772	760
Number of Loans	12	13	17	14	16	19	18	10	7	126
Geographic Breakdown (%)										
Inland Empire	73%	20%	37%	12%	27%	5%	12%	7%	42%	25%
Southern California ⁽⁴⁾	27%	54%	31%	48%	48%	49%	54%	47%	33%	45%
Other California	0%	26%	32%	40%	25%	46%	34%	46%	25%	30%
Other States	0%	0%	0%	0%	0%	0%	0%	0%	0%	0%
	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) At time of loan origination, borrowers and/or guarantors.

(4) Other than Inland Empire.

(5) Comprised of the following: \$35.0 million in Office; \$18.2 million in Mixed Use (\$7.6 million in Multi-Family/Retail, \$4.5 million in Office/Retail, \$2.6 million in Multi-Family/Office and \$3.5 million in Other Mixed Use); \$17.1 million in Retail; \$6.6 million in Warehouse; \$6.0 million in Mobile Home Park; \$5.7 million in Medical/Dental Office; \$1.1 million in Restaurant/Fast Food; \$737 thousand in Live/Work Unit; \$514 thousand in Automotive – Non-Gasoline; and \$286 thousand in Light Industrial/Manufacturing.

(6) Consisting of \$85.3 million or 94.0% in investment properties and \$5.5 million or 6.0% in owner occupied properties.

Loans in Forbearance (12/31/2021)

(Dollars In Thousands)	Number of Loans	Loan Balance	Weighted Avg. LTV ⁽¹⁾	Weighted Avg. FICO ⁽²⁾	Weighted Avg. Debt Coverage Ratio ⁽³⁾	Weighted Avg. Forbearance Granted ⁽⁴⁾
None	0	\$ 0	- %	-	-	-
Total Loans in Forbearance	0	\$ 0	- %	-	-	-

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

(2) At time of loan origination, borrowers and/or guarantors.

(3) At time of loan origination.

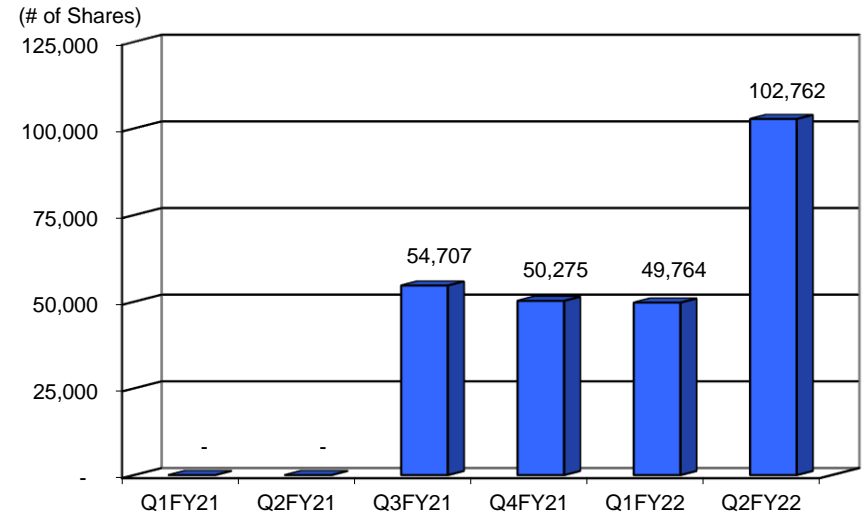
(4) In months.

Capital Management

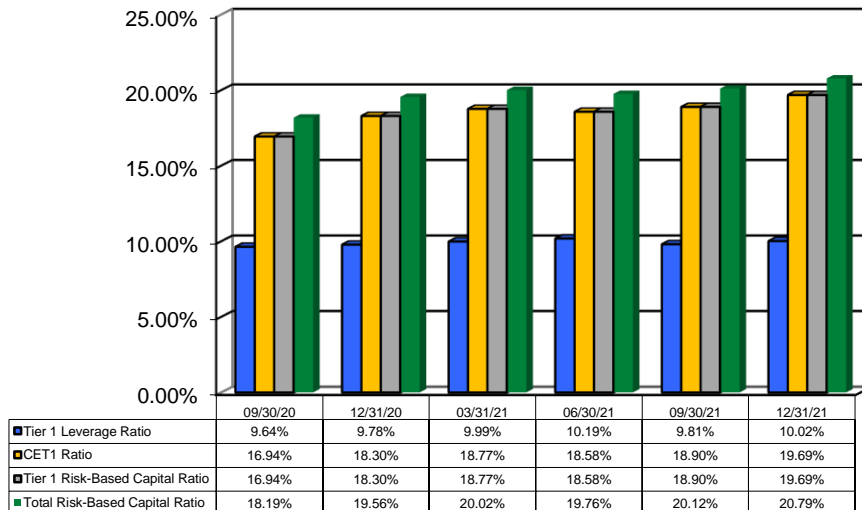
Developments

- Strong Capital Ratios
- 3.39% cash dividend yield (approximately)
- Purchased approximately 103,000 shares of common stock in the second quarter of fiscal 2022

Stock Repurchase Plan Activity



Bank Capital Ratios



Value Proposition

