Sterne Agee 2012 Financial Institutions Investor Conference

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BOFI HOLDING

Safe Harbor



This presentation contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 (the "Reform Act"). The words "believe," "expect," "anticipate," "estimate," "project," or the negation thereof or similar expressions constitute forward-looking statements within the meaning of the Reform Act. These statements may include, but are not limited to, projections of revenues, income or loss, estimates of capital expenditures, plans for future operations, products or services, and financing needs or plans, as well as assumptions relating to these matters. Such statements involve risks, uncertainties and other factors that may cause actual results, performance or achievements of the Company and its subsidiaries to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. For a discussion of these factors, we refer you to the Company's reports filed with the Securities and Exchange Commission, including its Annual Report on Form 10-K for the year ended June 30, 2011. In light of the significant uncertainties inherent in the forward-looking statements included herein, the inclusion of such information should not be regarded as a representation by the Company or by any other person or entity that the objectives and plans of the Company will be achieved. For all forward-looking statements, the Company claims the protection of the safe-harbor for forward-looking statements contained in the Reform Act.

Q2 Fiscal 2012 Financial Highlights

Q2 2012 vs Q2 2011	Amount ($M or %)	Increase (%)
Asset growth	$567.3	33.9%
Deposit growth	$436.9	39.1%
Loan portfolio growth	$523.3	52.2%
Loan origination growth	$175.9	84.2%
Non-performing assets to total assets	64 bps	-61 bps
Q2 Net Income	$6.7	35.2%

Return on Equity: 15.6%

Return on Assets: 1.23%

BofI is Consistently Ranked Among the Best of the Biggest Thrifts by SNL Financial

2010 The Best of the Biggest Thrifts

The best of the biggest (part 1)
The 100 largest public thrifts by asset size, ranked by financial performance for 12 months ended March 31, 2011 (1-25)

2010 Rank[1]	Company (ticker)	State	Score	Total assets ($M)	ROAA (%)	ROATCE (%)	TBV/ share 3-yr CAGR (%)	Efficiency ratio (%)	NPLs/ loans (%)	NCOs/ avg. loans (%)
1	Malaga Financial Corp. (MLGF)	CA	134.22	817	1.32	15.57	13.27	35.86	0.23	0.00
2	Bofl Holding Inc. (BOFI)	CA	127.12	1,736	1.29	15.44	15.16	39.43	1.51	0.45
3	New York Community Bancorp Inc. (NYB)	NY	126.45	41,047	1.32	19.31	11.74	36.45	3.04	0.46
2	**Bofl Holding, Inc. (BOFI)**	**CA**	**127.12**	**1,736**	**1.29**	**15.44**	**15.16**	**39.43**	**1.51**	**0.45**
8	Kaiser Federal Financial Group Inc. (KFFG)*	CA	83.95	902	0.95	7.39	20.85	53.74	4.06	0.40
9	Northwest Bancshares Inc. (NWBI)*	PA	81.68	8,122	0.76	5.60	36.85	57.01	3.25	0.67

#2

2009 The Best of the Biggest Thrifts

The best of the biggest (part 1)
The 100 largest public thrifts by asset size, ranked by financial performance for the 12 months ended March 31, 2010 (1-25)

2009 rank[1]	2008 rank[2]	Company (ticker)	State	Score	Total assets ($M)	Core ROAA (%)	Core ROAE (%)	TBV / share 3-yr CAGR (%)	Efficiency ratio (%)	NPAs +90 / assets (%)	NCOs / avg. loans (%)
1	NR	Malaga Financial Corp. (MLGF)	CA	95.80	829.0	1.22	14.87	7.61	37.95	0.21	-0.01
2	2	Hingham Institution for Savings (HIFS)	MA	90.70	966.4	1.00	14.06	8.37	44.13	1.34	0.08
3	5	Bofl Holding Inc. (BOFI)	CA	89.40	1,401.1	1.16	15.87	13.14	32.23	1.21	0.80
4	42	New York Community Bancorp Inc. (NYB)	NY	88.50	42,430.7	1.22	9.56	9.97	35.40	2.40	0.14
3	5	**Bofl Holding, Inc. (BOFI)**	**CA**	**89.40**	**1,401.1**	**1.16**	**15.87**	**13.14**	**32.23**	**1.21**	**0.80**
9	1	Flushing Financial Corp. (FFIC)	NY	81.10	4,183.1	0.77	9.25	5.76	47.48	2.36	0.39
10	6	Harleysville Savings Financial Corp. (HARL)	PA	79.10	843.1	0.58	9.60	3.54	61.88	0.08	0.07

#3

2008 The Best of the Biggest Thrifts

The best of the biggest (part 1)
The 100 largest public thrifts by asset size, ranked by financial performance for calendar year 2008 (Nos. 1-25)

2008 rank	2007 rank	Company (ticker)	State	Score	Total assets ($M)	Core ROAA (%)	Core ROAE (%)	TBV/share 3-yr CAGR (%)	Efficiency ratio (%)	NPAs +90 / assets (%)	NCOs/avg. loans (%)
1	4	Flushing Financial Corp. (FFIC)	NY	87.3	3,949	1.08	16.47	3.80	45.44	1.03	0.04
2	11	Hingham Institution for Savings (HIFS)	MA	85.9	806	0.81	11.08	7.01	51.85	0.91	0.03
2	3	Hudson City Bancorp Inc. (HCBK)	NJ	85.9	54,145	0.91	9.36	1.15	20.71	0.43	0.02
5	28	**Bofl Holding, Inc. (BOFI)**	**CA**	**81.4**	**1,220**	**0.75**	**10.89**	**5.36**	**38.88**	**0.83**	**0.28**
7	55	ESB Financial Corp. (ESBF)	PA	80.1	1,975	0.57	8.36	9.94	55.92	0.17	0.12
9	24	Teche Holding Co. (TSH)	LA	79.3	768	1.14	12.64	6.85	69.16	0.93	0.07
10	10	Parkvale Financial Corp. (PVSA)	PA	77.7	1,890	0.74	9.95	7.68	52.39	1.10	0.29

#5

Source: SNL Financial

Comparison of the 2010 SNL Number 1 Thrift and Number 2 Ranked Thrift

For The Year Ended June 30, 2011

	Bank of Internet[1]	Malaga Bank[2]
2011 ROE (%)	15.2	12.5
2011 Asset Growth ($MM)	519	5
2011 Loan Growth ($MM)	550	11
2010 SNL Thrift Ranking	#2	#1

1. Including BofI Holding
2. Malaga reports on calendar year . Data derived from FDIC reports.

BofI is a Top Quartile Performer Versus Thrift Peer Group

BOFI HOLDING

The 93% on ROE means that the Bank outperformed 93% of all Banks. The 15% G&A ranking means that only 15% of Banks spend less on G&A than BofI. Peer group includes thrifts up to $5 billion dollars.

For Quarter Ended June 30, 2011

	Bank of Internet	Peer Group	Percentile
ROAA	1.35%	.58%	86%
Return on equity	16.93%	5.28%	93%
G&A	1.53%	2.48%	15%
Efficiency ratio	42.68	69.92	14%
Mortgage loans originated[1]	17.40%	2.95%	90%

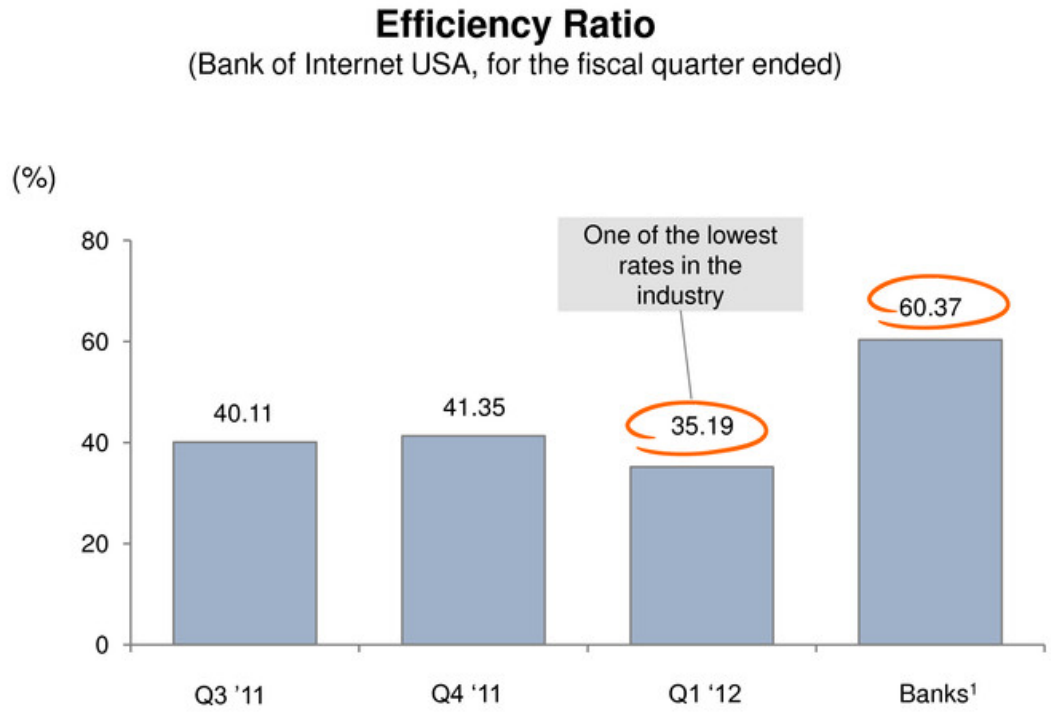
1. Percent of assets at start of the period
Note: Peer group is all thrifts with assets between $1 and $5 billion dollars
Source: UTPR

Our Business Model is More Profitable Because Our Costs are Lower…

As % of average assets	BofI[1] (%)	Banks $1-$10bn[2] (%)
Net interest income	3.62	3.63
Salaries and benefits	0.85	1.42
Premises and equipment	0.18	0.37
Other non-interest expense	0.55	1.07
Total non-interest expense	**1.58**	**2.86**
Core business margin	**2.04**	**0.77**

1. Bank of Internet USA only for three months ended 9/30/11 - the most recent data on FDIC website "Statistics on Depository Institutions Report. "Excludes BofI Holding company to compare to FDIC data
2. Commercial banks by asset size. FDIC reported for three months ended 9/30/11. Total of 434 institutions $1-$10 billion

… Resulting In An Efficiency Ratio That Is Consistently One of the Industry's Lowest



1. Reported by FDIC – 434 commercial banks with $1-$10 billion in assets for the quarter ended 9/30/11
Source: FDIC Statistics on Depository Institutions. All data excludes holding companies for banks

Corporate Profile and Vision





Vision

We aspire to be the most innovative branchless bank in the United States providing products and services superior to our branch based competitors

Key Facts

- $2.2 billion asset savings and loan holding company[1]
- 11 years operating history, publicly traded on NASDAQ(BOFI) since 2005
- Headquartered in single branch location in San Diego, CA
- 37,000 deposit and loan customers[1]
- 200 employees ($11 million in assets per employee)[1]
- Market Capitalization of $192 million[2]

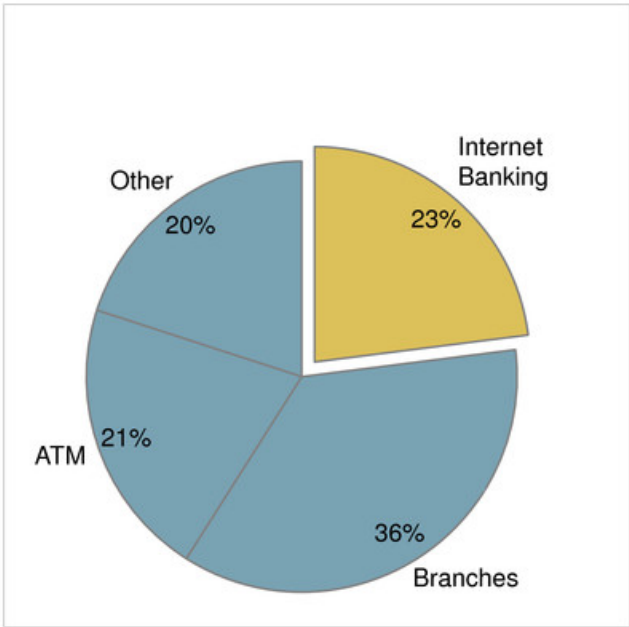
1. As of 12/31/11
2. As of 2/1/12 closing price of $16.78 per share

Diversified Branchless Customer Acquisition Channels

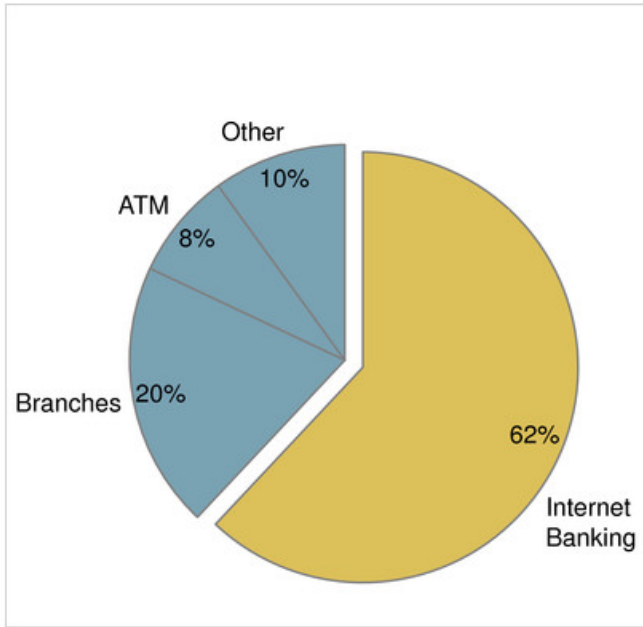
	Bank brands	Description	Affinity Partners	Description
Consumer online brands	Bank of Internet USA	• Value-oriented consumer • High-end/older demographic	COSTCO WHOLESALE	• 45 million members
	fbdirect	• Airline rewards oriented • Wider demographic	ASA AmericanSeniors.org; 60PLUS	• 12 million members
	BOFI FEDERAL BANK	• Business checking	Second Amendment Foundation	• 2 million members
	BOFI Advisor — Where Financial Opportunities Begin	• Products tailored to financial planning advisors and customers	World Travelers Of America	• 1 million members

Preference Toward Delivery Has Shifted Rapidly Toward the Internet Over Last Four Years

Preferred Banking Method (2007)

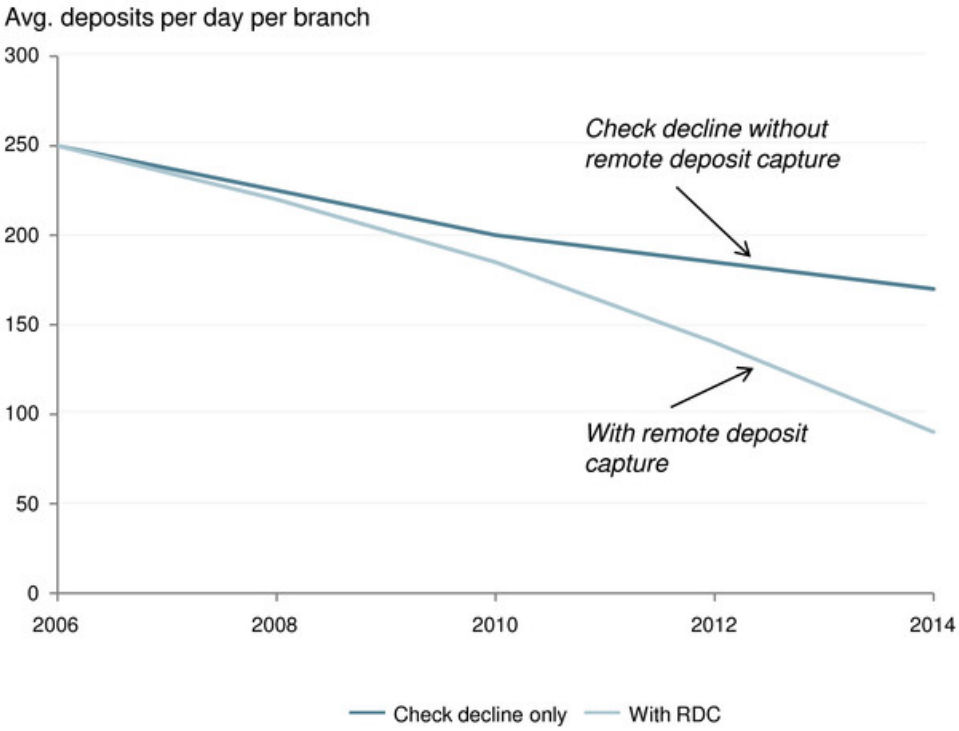


Preferred Banking Method (2011)



Source: American Banker Association

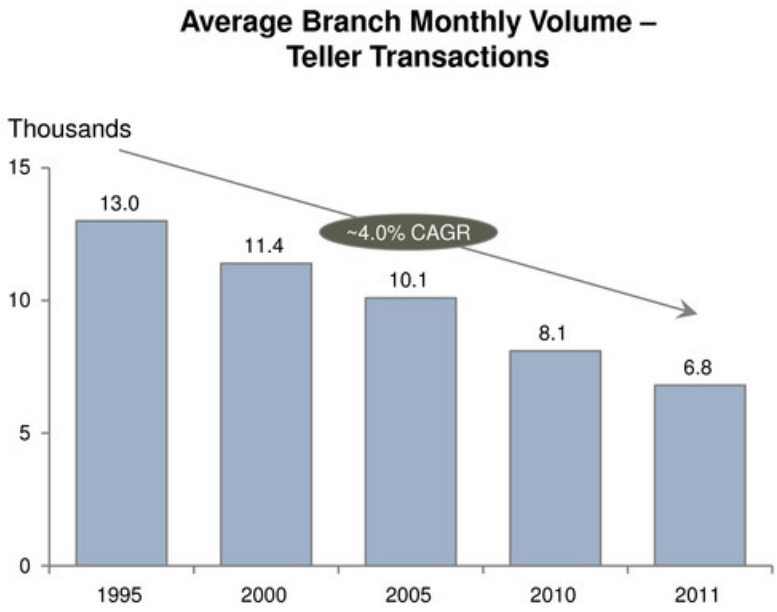
With the Need For Branches to Deposit Checks Dropping Quickly



- 45% decline from 2006 to 2011
- Additional decline by 2014 of 90% with Remote Deposit Capture Implementation

Source: Celant

Branch Traffic Has Declined Approximately 4.0% Per Year For an Aggregated Decline of 90% Over the Last 16 Years



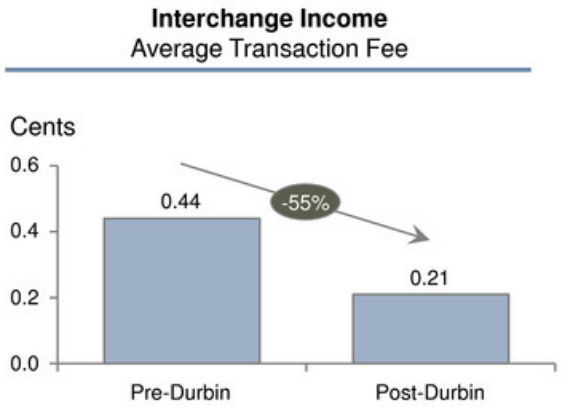
"Branch foot-traffic is plummeting and branches are largely idle, except for the activities of the employees"

"Check writing declines 6-10% per year"

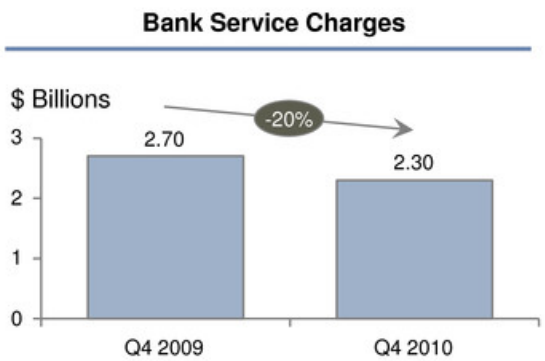
– Bod Meara, Analyst, Celant

Source: FMSI 2011 Teller Line Study; Independent Banker, March 2011

Branch Banks are Losing Sources of Revenue that Supported "Free" Checking



- Interchange is roughly 20% on non-interest income
- $27.5 billion dollars per year of lost interchange income
- Under $10 billion dollar asset size banks unaffected

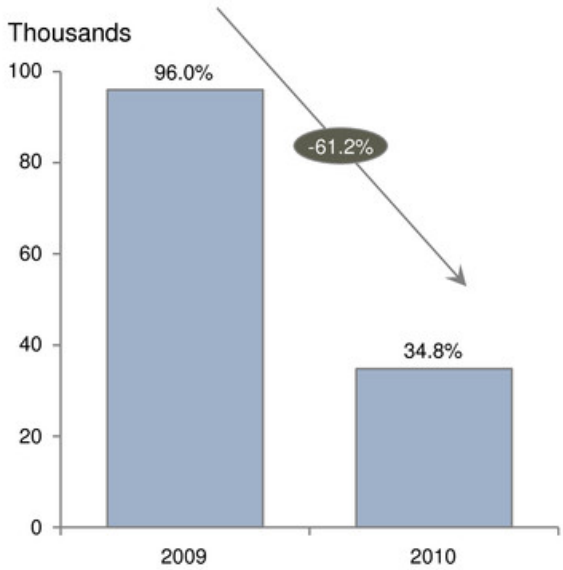


- Non-sufficient funds fees significantly reduced from new regulation

Source: American Banker; Celant

Banks over $50 Billion Dollars In Assets Offering Free Checking Dropped to Less than 35% from 96% in One Year

Banks greater than $50 billion in assets that offer free checking



Represents a secular trend toward less competitive products at banks with branch-based cost structures

Source: American Banker

Enhanced Value Proposition For Deposit Customers

Product

- Free checking with unlimited ATM reimbursement
- Rate rewards features
- Merchant/purchase rewards

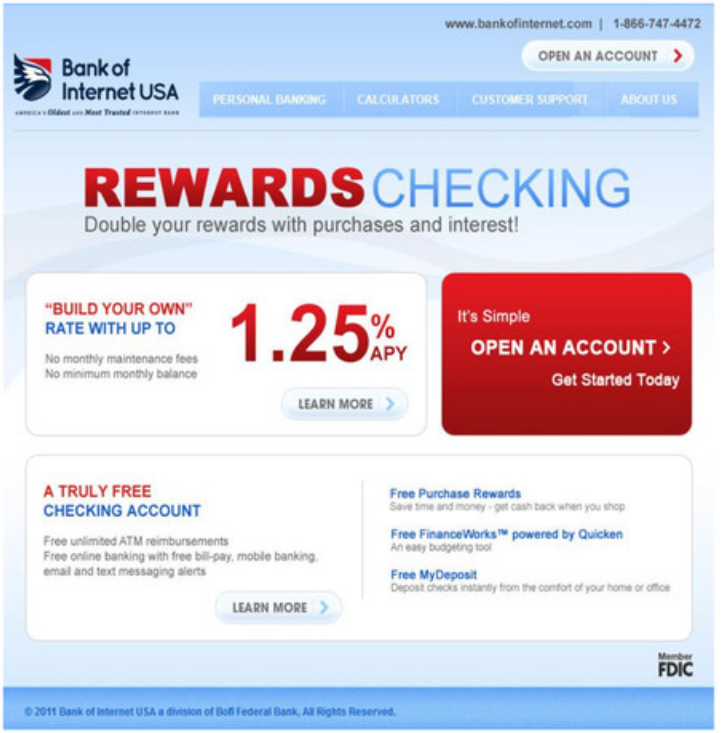
Customer Service

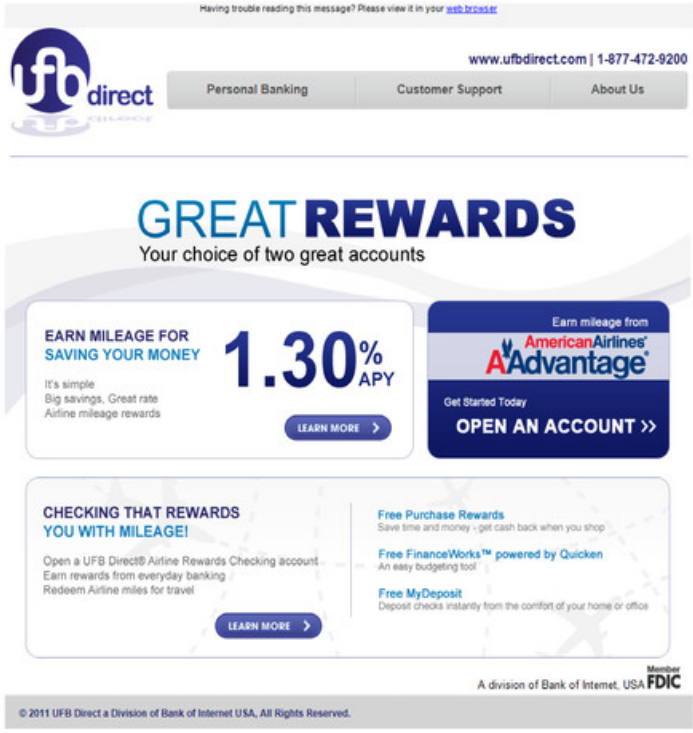
- Enhanced call center representatives training
- Call center representative extended hours
- Outbound calling for setup and welcome

Platform Features

- Remote check deposit capture
- Personal financial management/account aggregation
- POP money (money transfer to mobile phones to emails)
- Enhanced mobile banking platform
- Mobile remote deposit capture (March)
- New iPhone and Android application

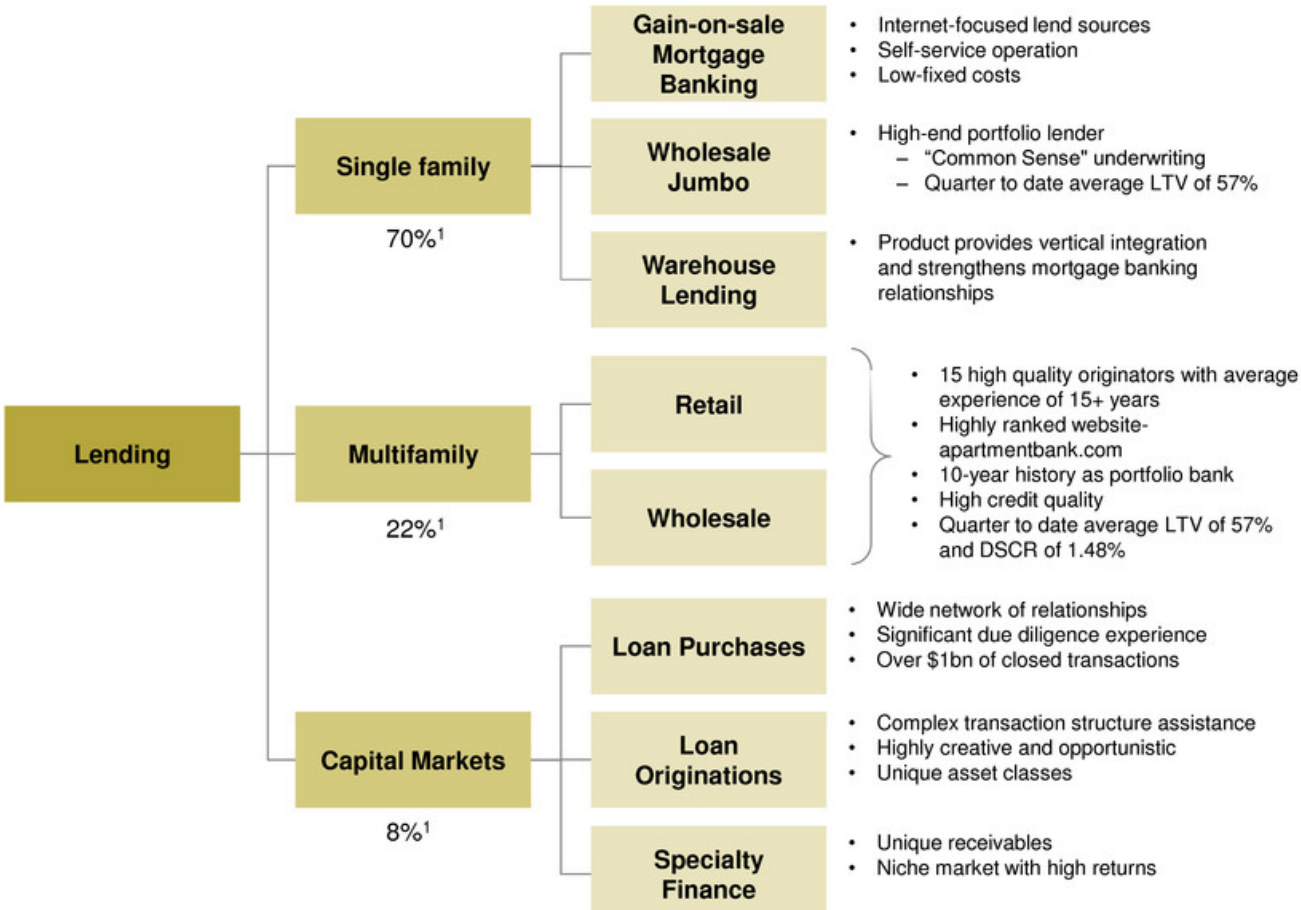
CNN Money Recently Highlighted The Bank's Checking Account In Its Article Describing The Bank As "One of 7 Banks That Is Still Awesome"





Information as of October 2011

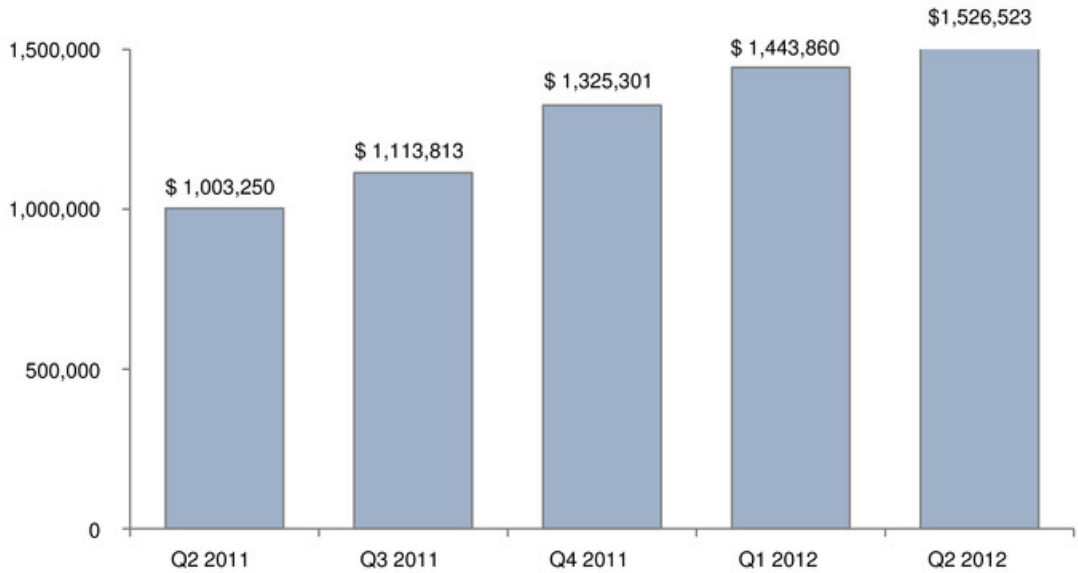
Primary Business – Lending



1. Percent of total originations and purchases for quarter ended December 31, 2011.

Our Rapid Asset Growth Has Been Driven by Strong and Profitable Organic Loan Production

Loan Portfolio - End of Last Five Quarters



	Q2 2011	Q3 2011	Q4 2011	Q1 2012	Q2 2012
Multifamily Avg LTV	52%	53%	54%	54%	53%
Single family Avg LTV	54%	54%	54%	53%	52%

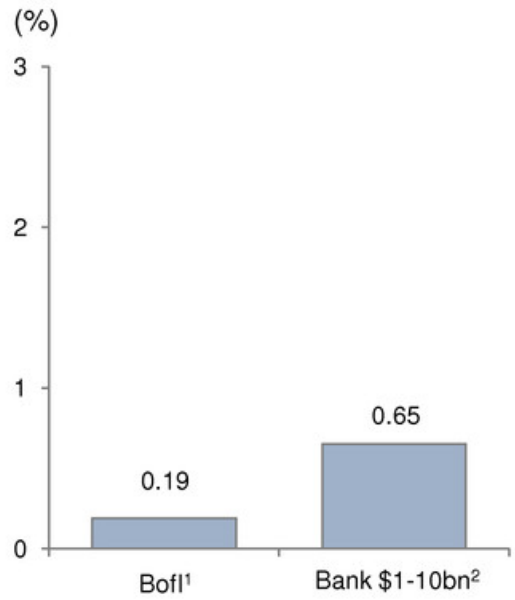
Loan Origination Group Production Year over Year

($ Millions)	Q2-2012 Production	Q2-2011 Production	Pipeline[1]
Single Family – Gain on Sale	$132.8	$80.0	$95
Single Family – Jumbo Portfolio	121.5	53.0	145
Multifamily – Portfolio	78.4	74.0	94
Total	**$332.7**	**$207.0**	**$334**

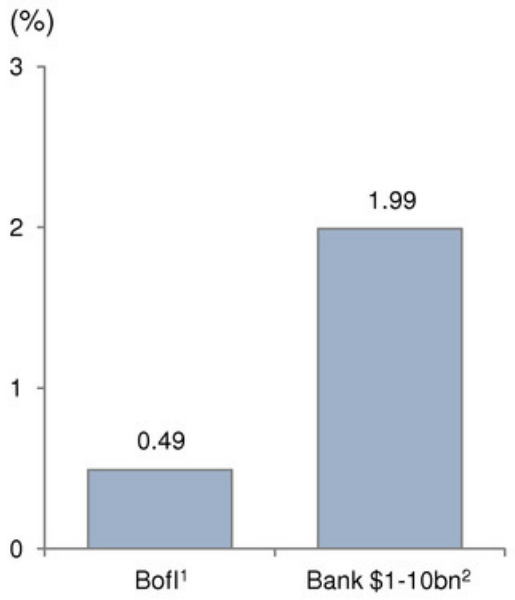
1. Applications in as of 12/31/11

Best in Class Asset Quality

Assets 30-89 days delinquent



Assets in non-accrual

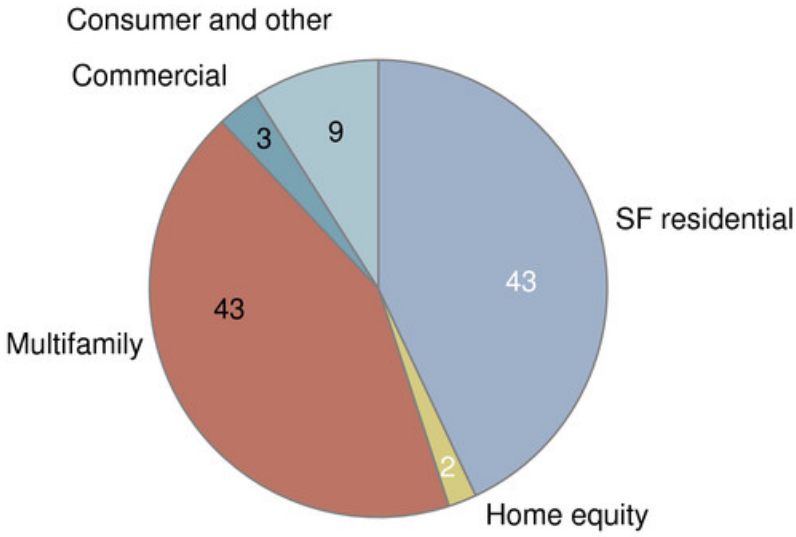


1. Bank of Internet USA only at 9/30/11 (excludes BofI Holding, Inc. to compare to FDIC data)
2. Commercial banks by asset size. FDIC reported at 9/30/11. Total of 434 institutions $1-$10 billion

Loan Diversity – December 31, 2011

Loan Portfolio[1]

100% = $1,540 Million



1. Gross loans before premiums, discounts and allowances