BOFI HOLDING, INC.

Investor Presentation

May 2018

NASDAQ: BOFI

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, 2017. 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.

Our Business Model is More Profitable Because Our Costs are Lower

As % of average assets	BofI[1] (%)	Banks $1-$10bn[2] (%)
Net interest income	4.01	3.48
Salaries and benefits	0.90	1.47
Premises and equipment	0.15	0.32
Other non-interest expense	0.59	1.12
Total non-interest expense	**1.64**	**2.91**
Core business margin	**2.37**	**0.57**

1. For the three months ended 12/31/2017 – the most recent data on FDIC website "Statistics on Depository Institutions Report" BofI Federal Bank only, excludes BofI Holding, Inc. to compare to FDIC data. Data retrieved 4/30/2018.
2. Commercial banks by asset size. FDIC reported for three months ended 12/31/17. Total of 510 institutions $1-$10 billion. Data retrieved 4/30/2018.

Bofl's Business Model Is Differentiated From Other Banks

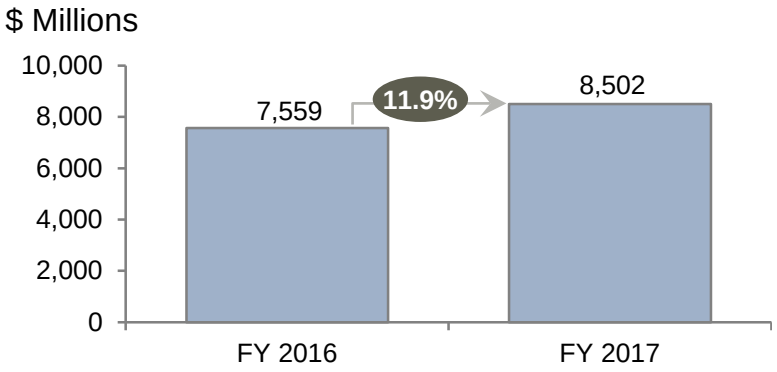
Customer Acquisition	Sales	Servicing	Distribution
• Digital Marketing • Affinity and Distribution Partners • Data mining/target feeding direct marketing • Cross-sell	• Automated fulfillment • Inbound call center sales • Outbound call center sales • Minimal outside sales • Significant inside sales	• Self-service • Digital journey • Direct banker (call center)	• Balance sheet • Whole loan sales options • Securitization

Core Digital Capabilities

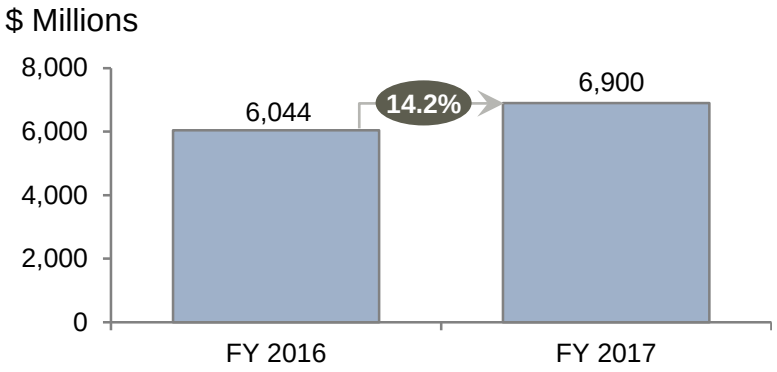
- **Data Driven Insight**
- **Integrated Customer Experience**
- **Digital Marketing**
- **Digitally Enabled Operations**
- **Next-Gen Technology**

Fiscal 2017 Highlights Compared with Fiscal 2016

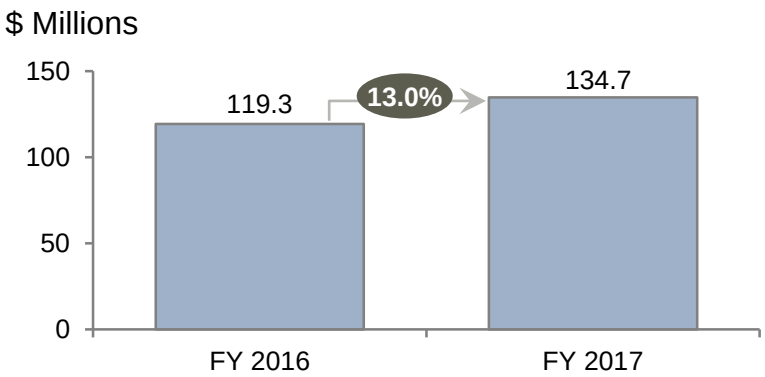
Asset Growth



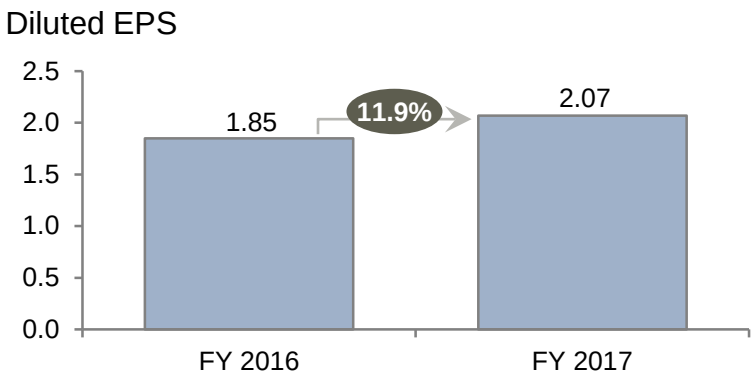
Deposit Growth



Net Income



Diluted EPS

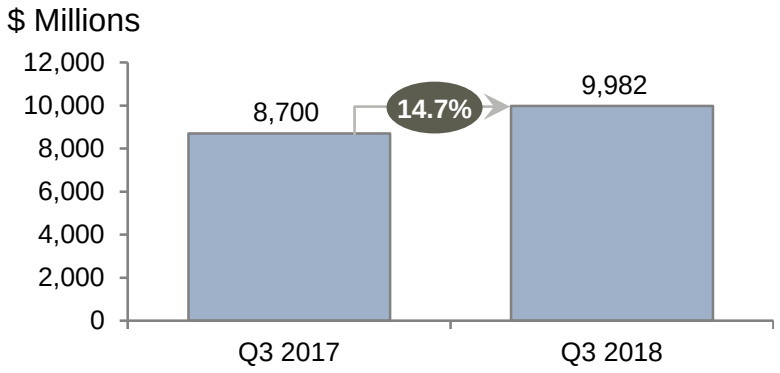


Return on Equity = 17.78%

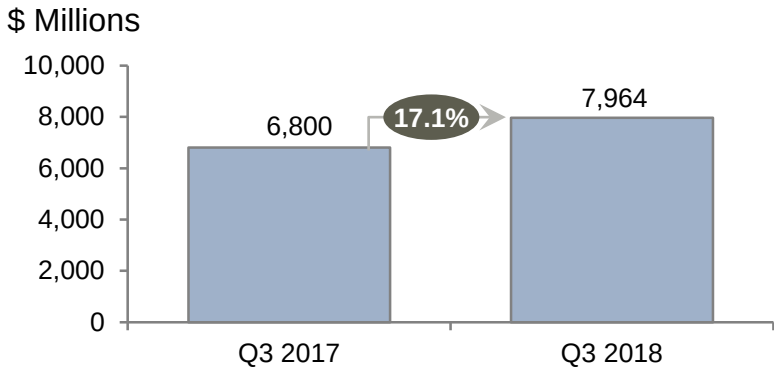
Return on Assets = 1.68%

Fiscal 2018 Third Quarter Highlights Compared with Fiscal 2017 Third Quarter

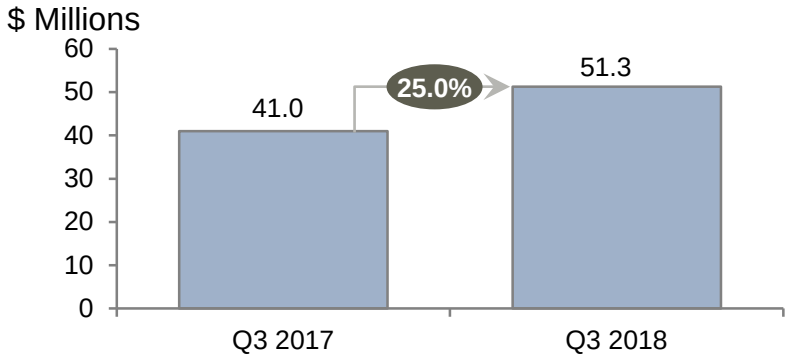
Asset Growth



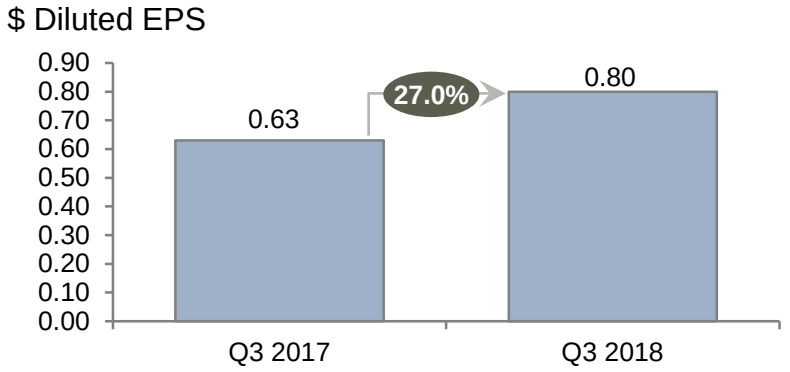
Deposit Growth



Net Income



Diluted EPS

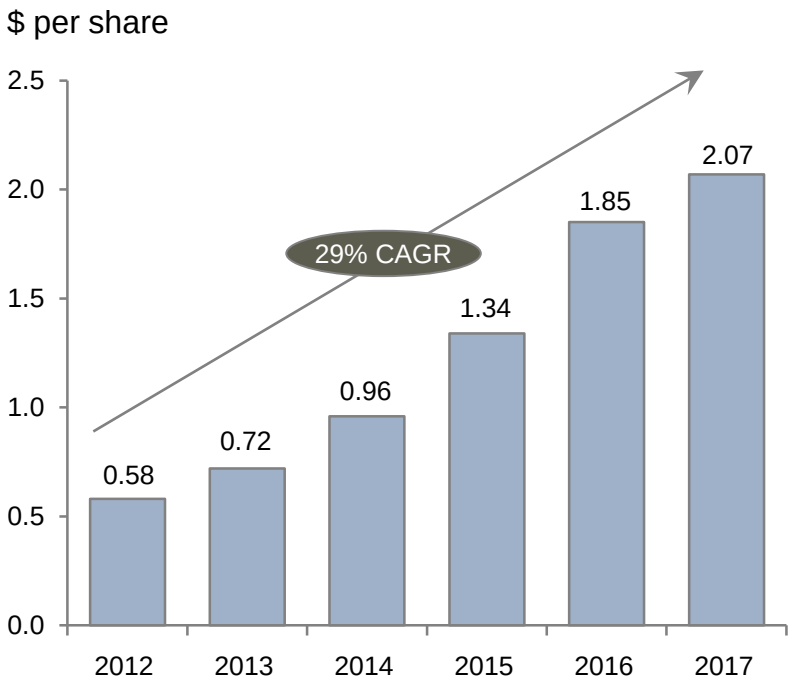


Return on Equity = 22.84%

Return on Assets = 2.08%

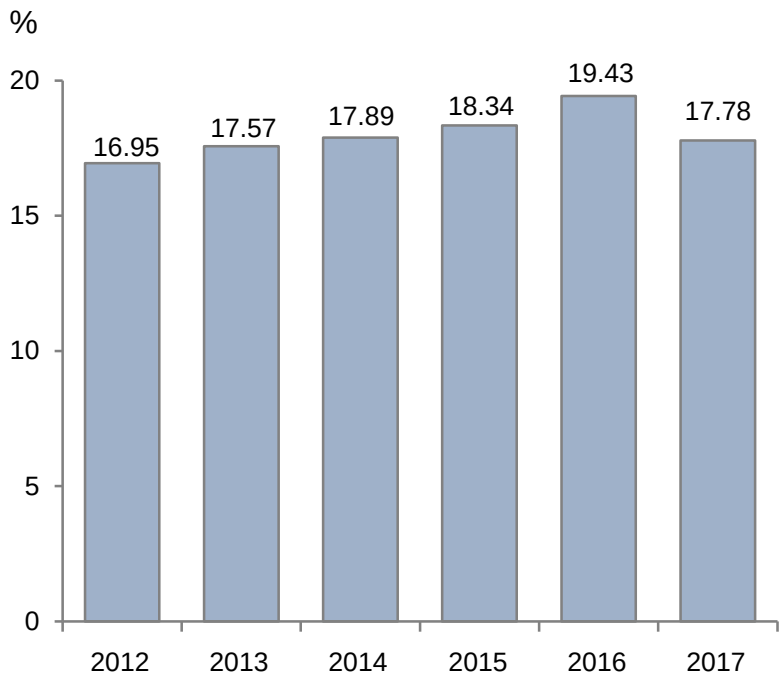
Diluted EPS and Return on Equity Have Been Consistently Strong Despite Significant Increase in Tier 1 Capital Ratios

Diluted EPS (FY)



	2012	2013	2014	2015	2016	2017
Book value per share	*$3.95*	*$4.79*	*$6.33*	*$8.51*	*$10.73*	*$13.05*

Return On Average Equity (FY)



	2012	2013	2014	2015	2016	2017
Tier 1 leverage ratio	*8.6%*	*8.6%*	*8.7%*	*9.3%*	*8.8%*	*9.6%*

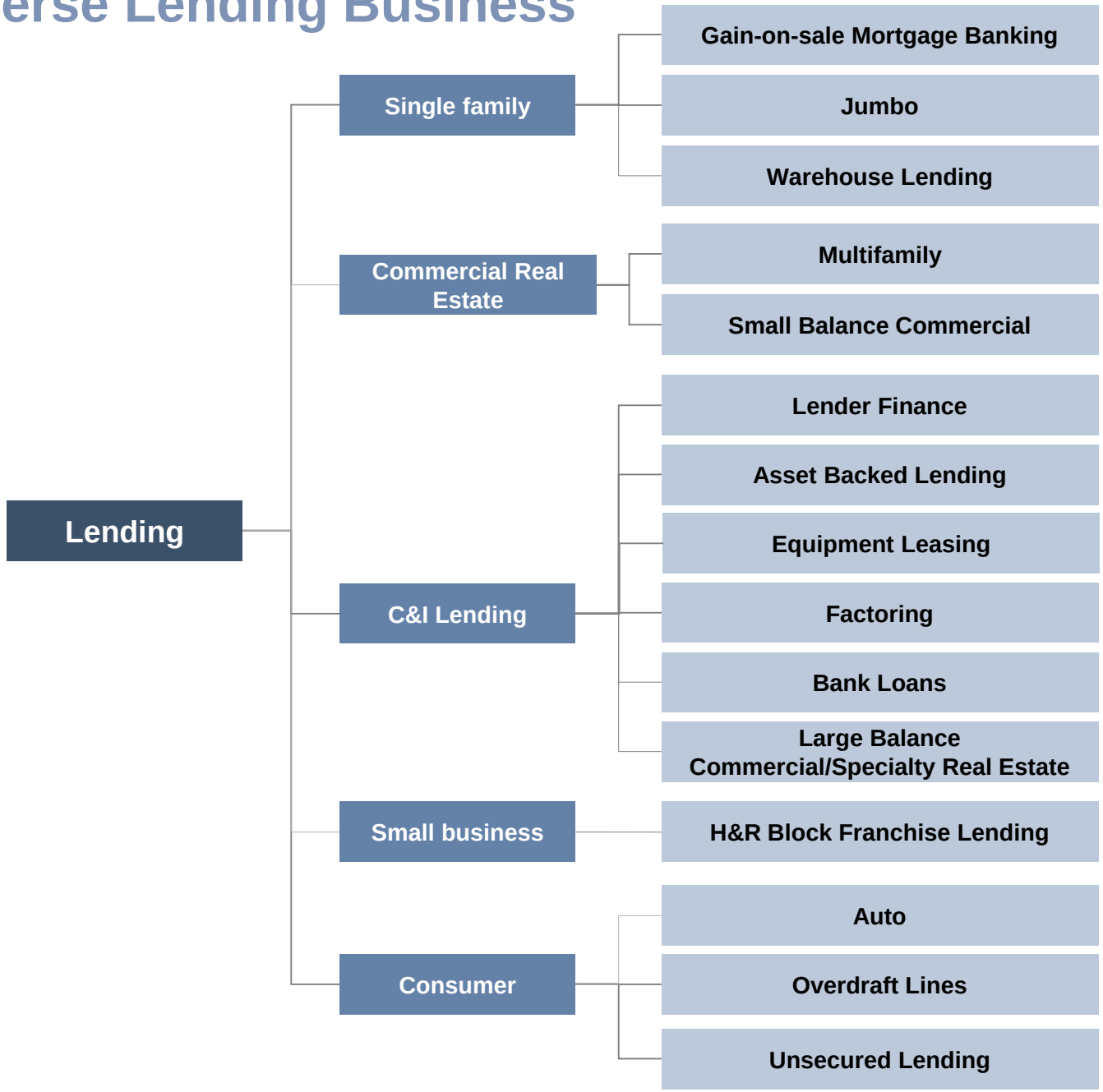
BofI is a Top Quartile Performer Versus Bank Peer Group

The 94% on ROE means that the Bank outperformed 94% of all banks. The 20% G&A ranking means that only 20% of banks spend less on G&A than BofI. Peer group includes savings banks greater than $1 billion.

	BofI Federal Bank	Peer Group	Percentile
ROAA	1.79%	0.85%	93%
Return on equity	18.80%	7.92%	94%
G&A	1.56%	2.61%	20%
Efficiency ratio	32.75%	62.52%	6%

Source: Uniform Bank Performance Report (UBPR) as of 12/31/2017; data retrieved 4/30/2018.
Note: Peer group is all savings banks with assets greater than $1 billion for quarter ended 12/31/2017.

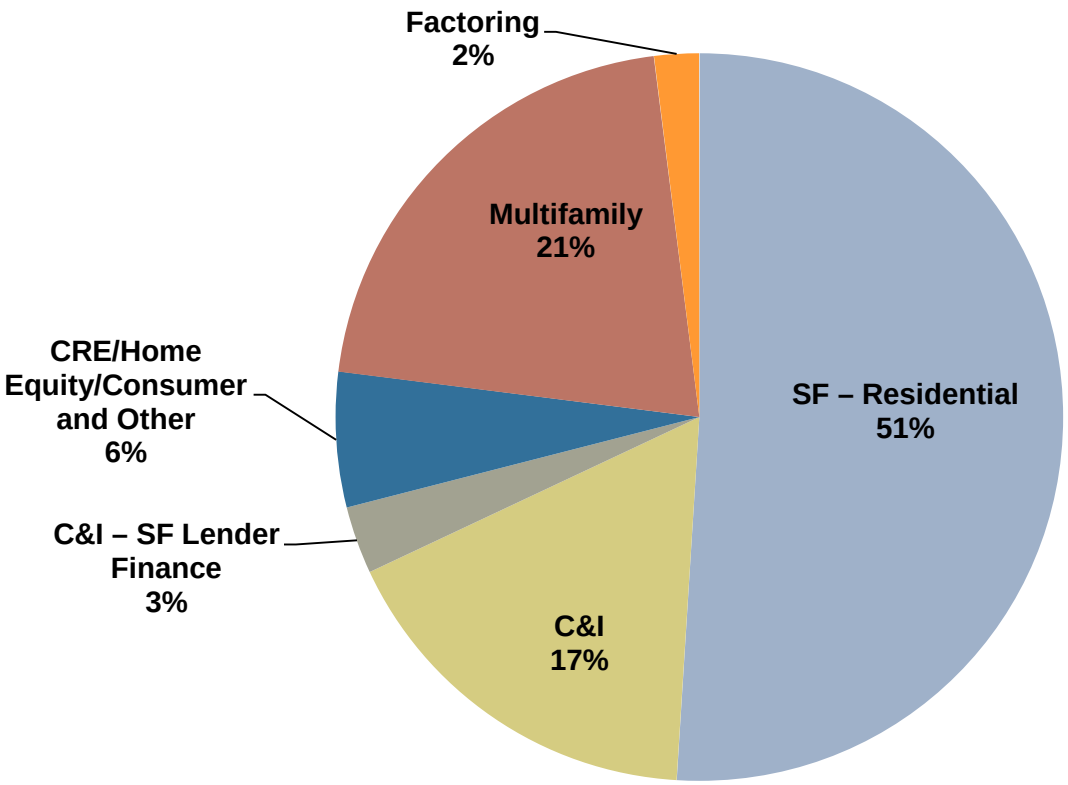
Diverse Lending Business



Loan Diversity – March 31, 2018

Loan Portfolio[1]

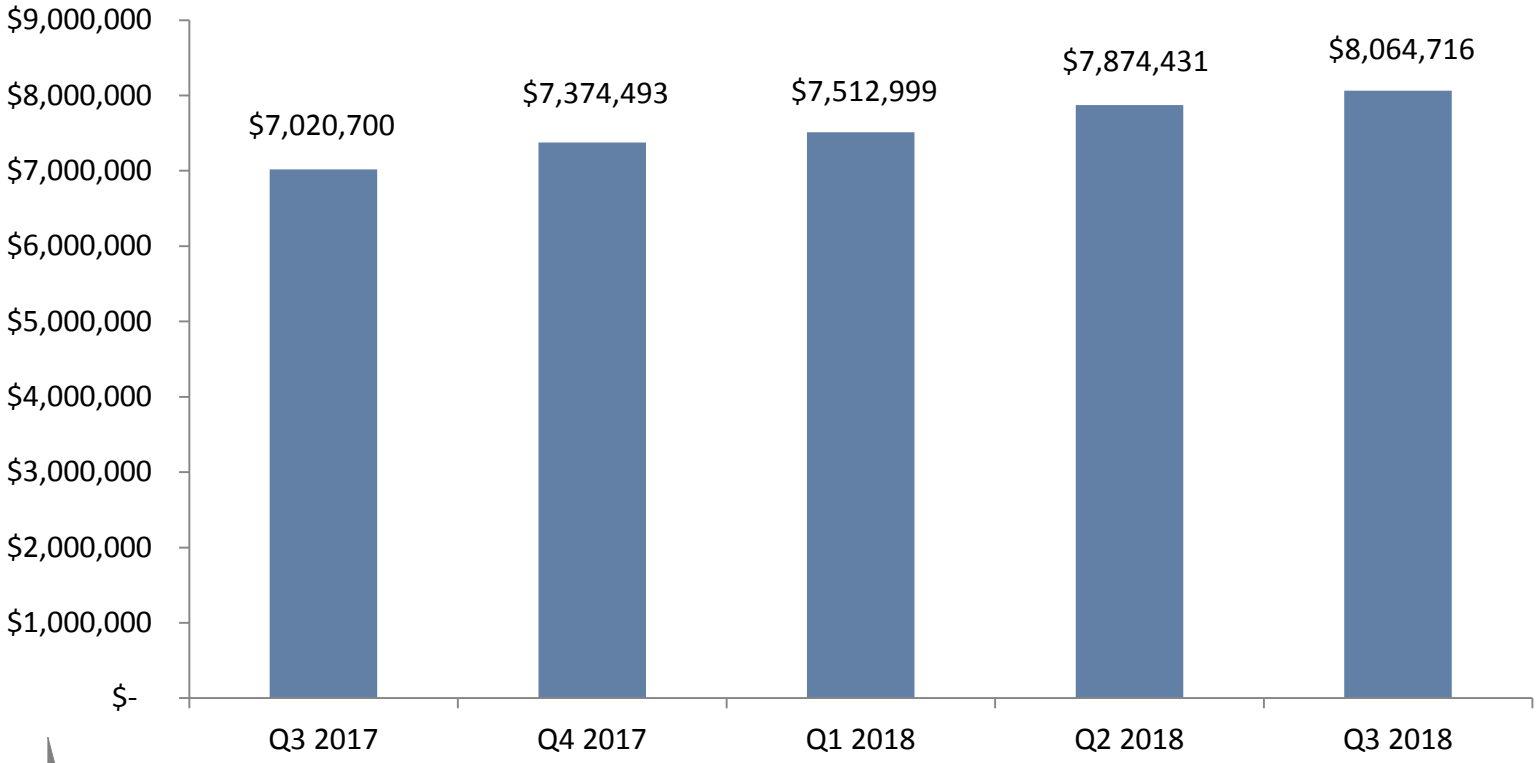
100% = $8,176 Million



1. Gross loans and leases before unaccreted discounts and loan and lease fees and allowances.

Our Asset Growth has been Driven by Strong and Profitable Organic Loan Production

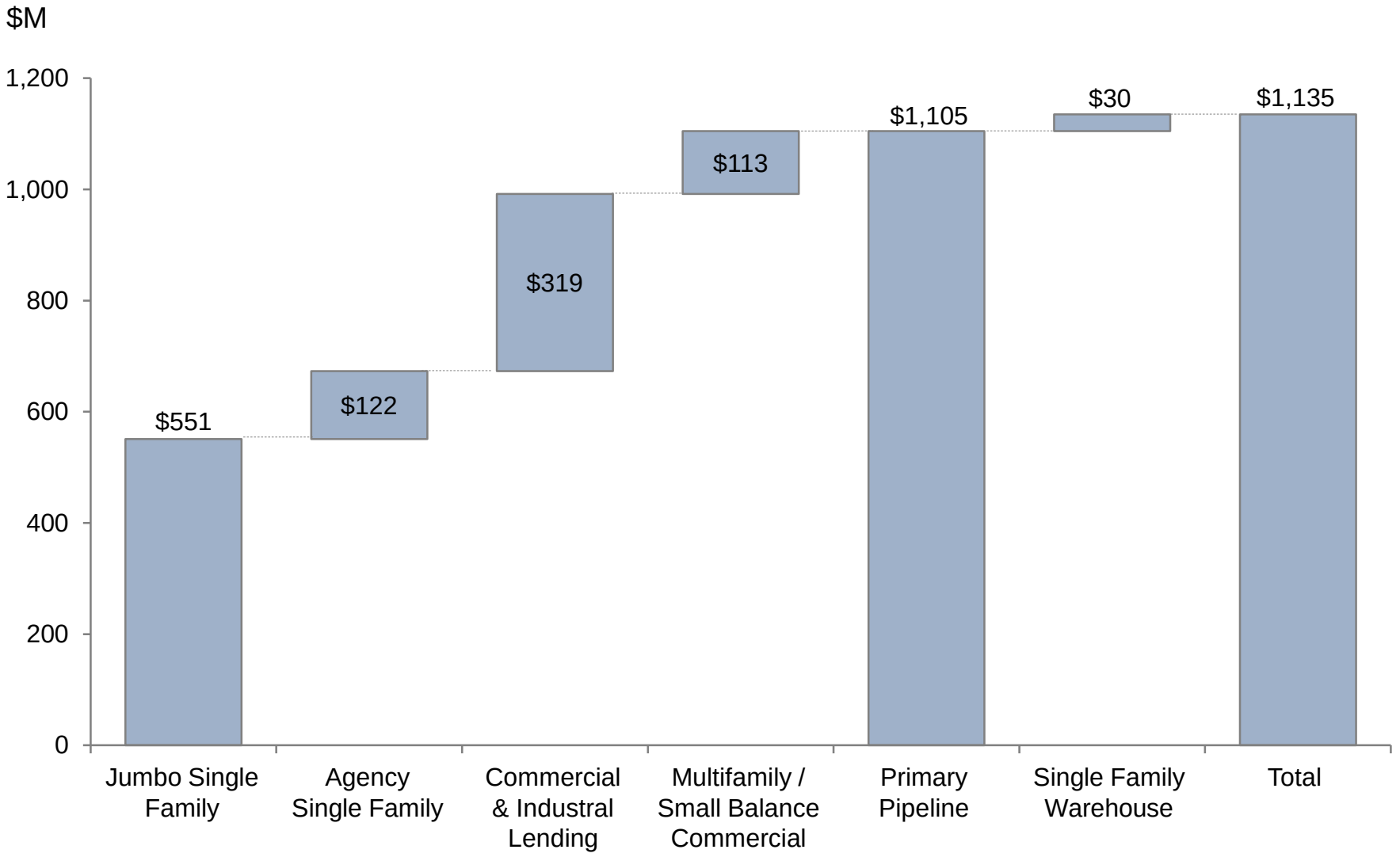
Net Loan Portfolio – End of Last Five Quarters ($ in Thousands)



Average Loan to Value	Q3 2017	Q4 2017	Q1 2018	Q2 2018	Q3 2018
Multifamily	55%	54%	54%	53%	53%
Single family	58%	58%	57%	57%	57%

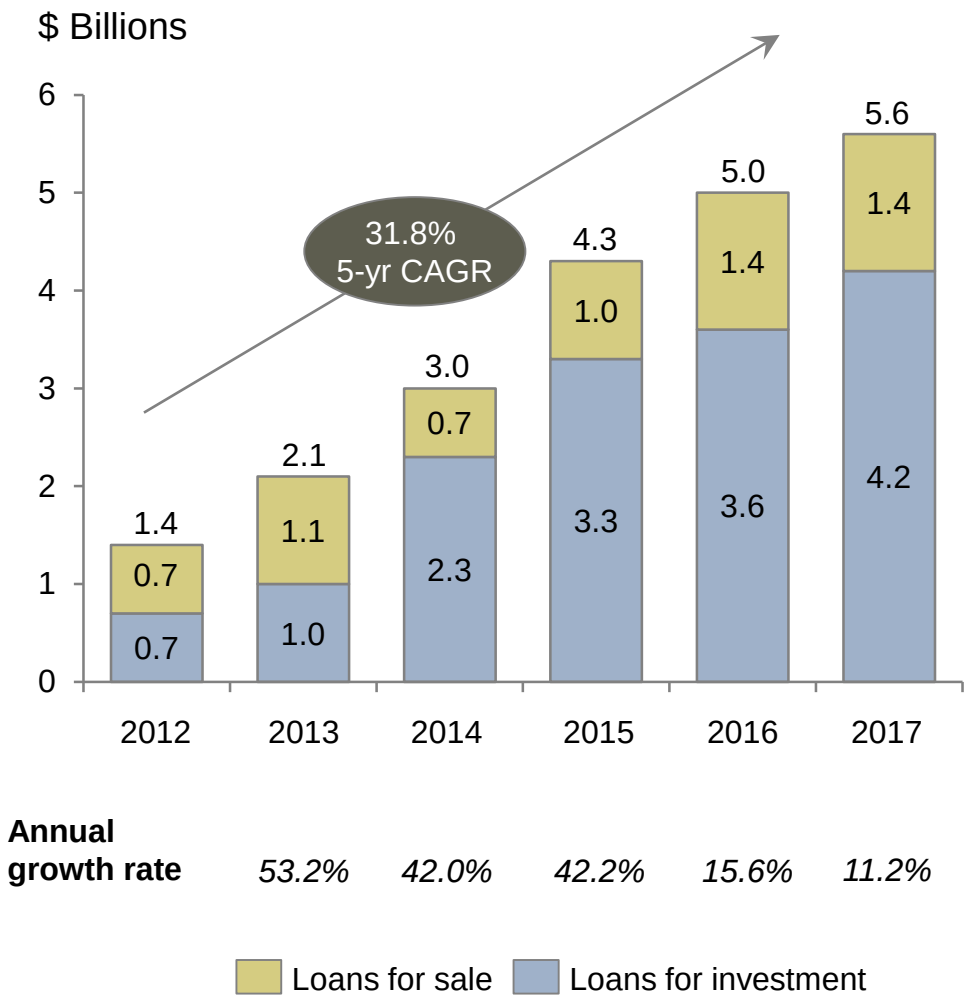
Loan Pipeline Remains Strong

FY 2018 Q3



Loan Origination Growth

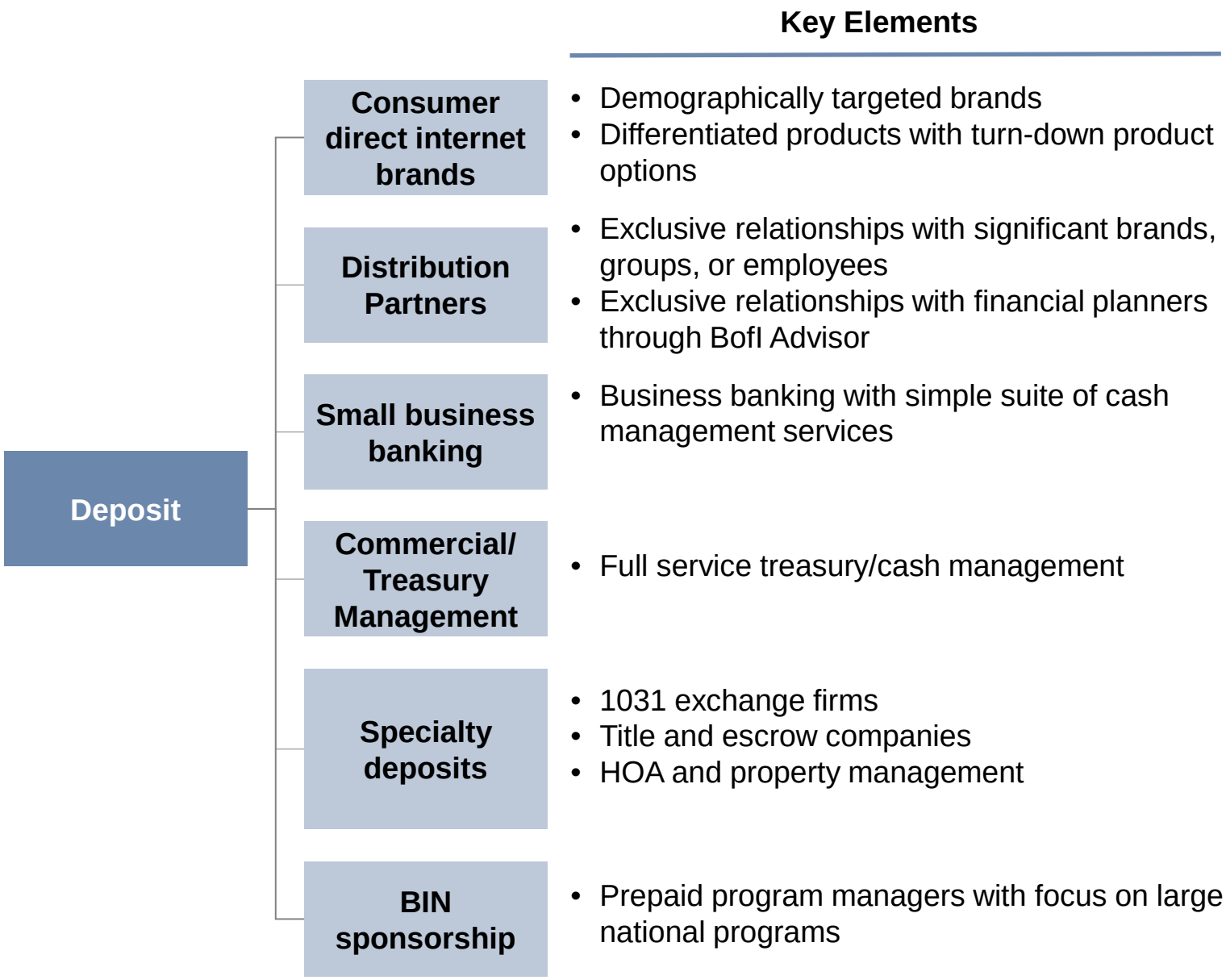
Fiscal Year Loan Originations



Future Plans

- Organic growth in existing business lines
  - Multifamily geographic expansion
  - Agency and jumbo mortgage channel expansion
  - Small Balance Commercial Real Estate expansion
  - Large Balance Commercial / Specialty Real Estate expansion
- Additional C&I verticals/product expansion
- Retail auto lending launch
- Consumer unsecured installment lending launch

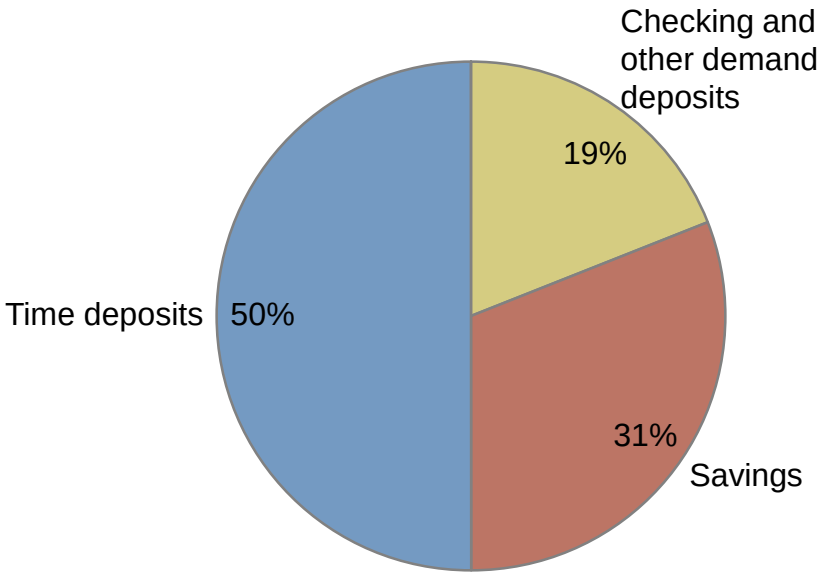
Diversified Branchless Deposit Businesses



Deposit Growth in Checking, Business, and Savings Was Achieved While Transforming the Mix of Deposits

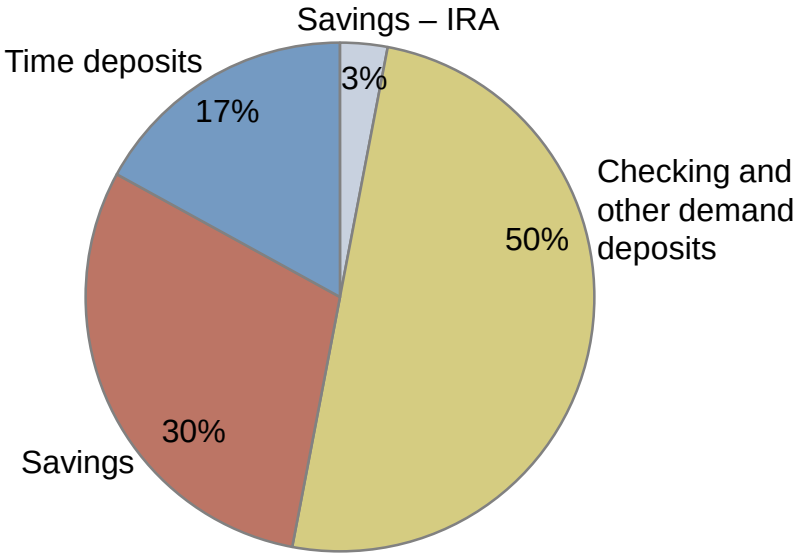
June 30, 2013

100% of Deposits = $2.1 billion



March 31, 2018

100% of Deposits = $8.0 billion

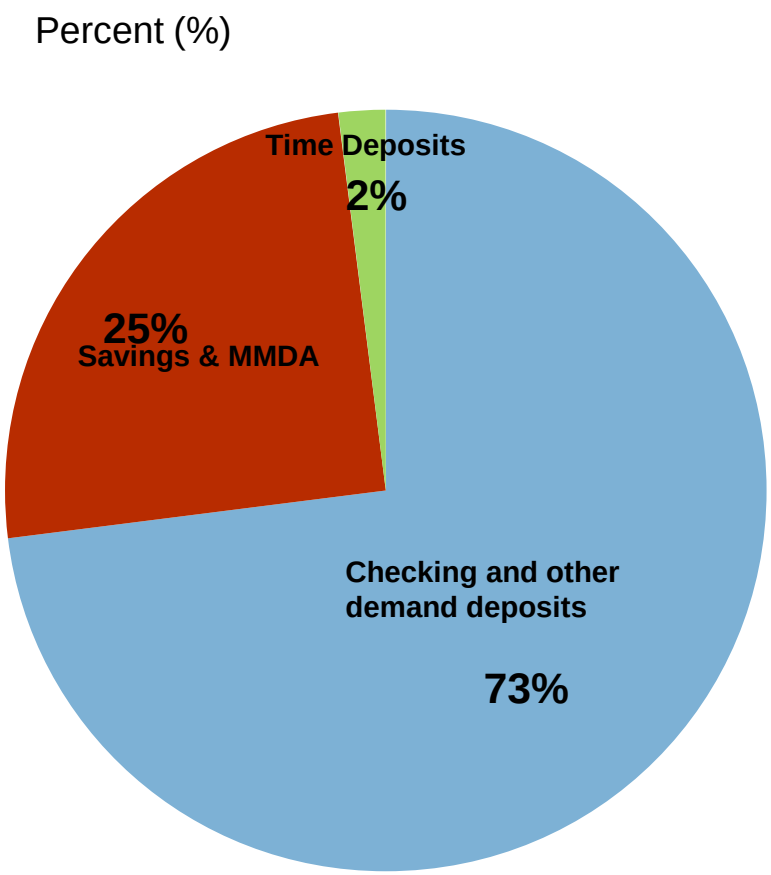


Checking Growth (6/2013-3/2018) = 913%

Savings Growth (6/2013-3/2018) = 268%

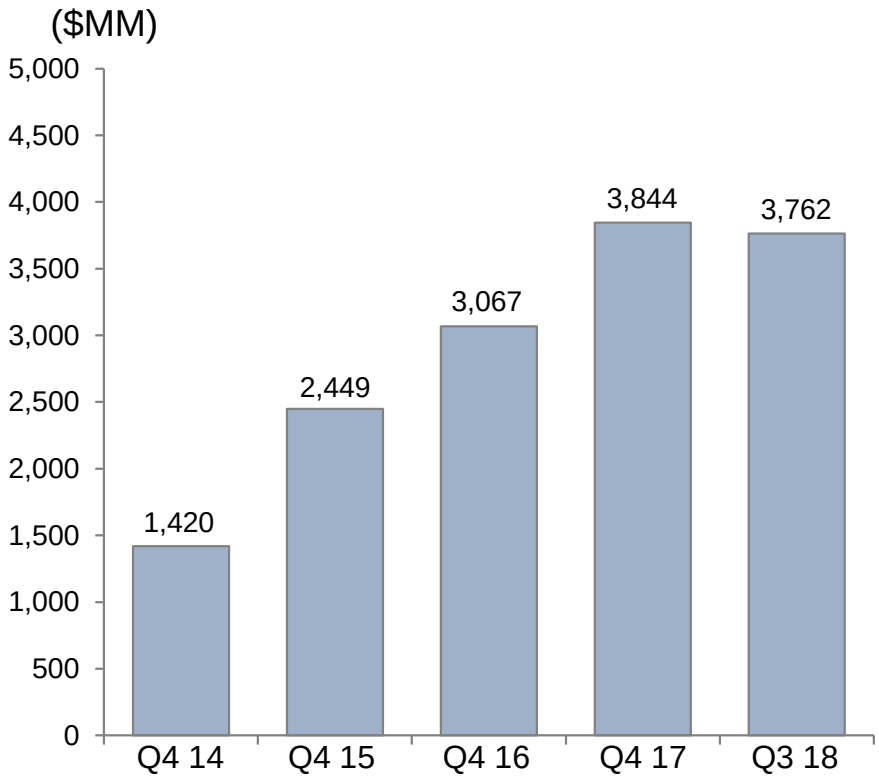
Our Business Banking Vertical has Fueled our Deposit Growth while Generating Significant Fee Income

Business Deposits by Account Type*

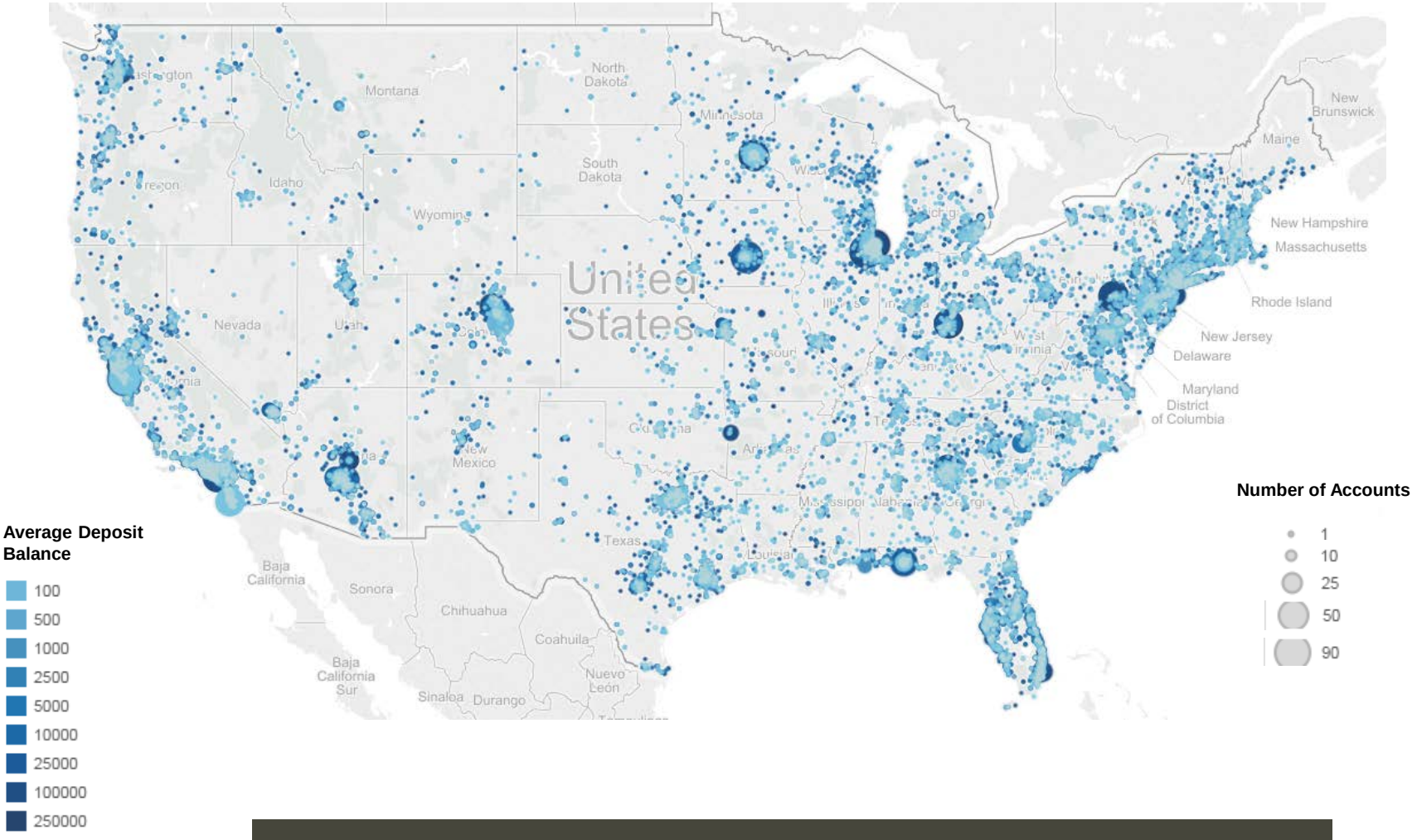


* As of 3/31/2018.

Business Banking Deposits



Bofl Customer Base and Deposit Volume is Well Distributed Throughout the United States



Bofl Deposits Have National Reach With Customers in Every State

Bofl Customers are Highly Engaged

Customer Engagement Results

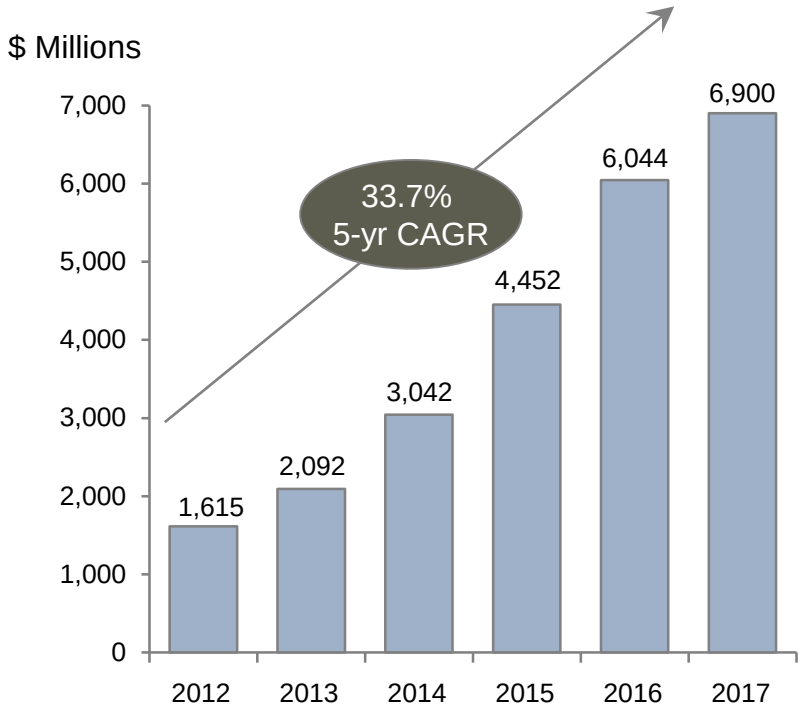
Engagement	Low Activity	High Activity		
Attributes	**Low Activity User**	**Basic User**	**Engaged**	**Elite Engaged**
Engagement Score (0-100)	0s	0 < S < 30	30 ≤ S < 60	≥ 60
Average Lifetime Balance	$100	$4000	$6,000	$50,000
Average # of Services Used	-	< 5	7	10
Average # of POS	-	< 1	10	25
% of Total Population	22%	15%	41%	23%
% of Total Balance	0%	6%	24%	70%
Retention	Moderate	Moderate	High	High

64% of Population or 94% of Balance are Overall High Engagement

Note: Study conducted on Rewards Checking customers

Core Deposit Growth Was Sufficiently Strong To Grow Overall Deposits While Changing The Deposit Mix

Deposit Growth



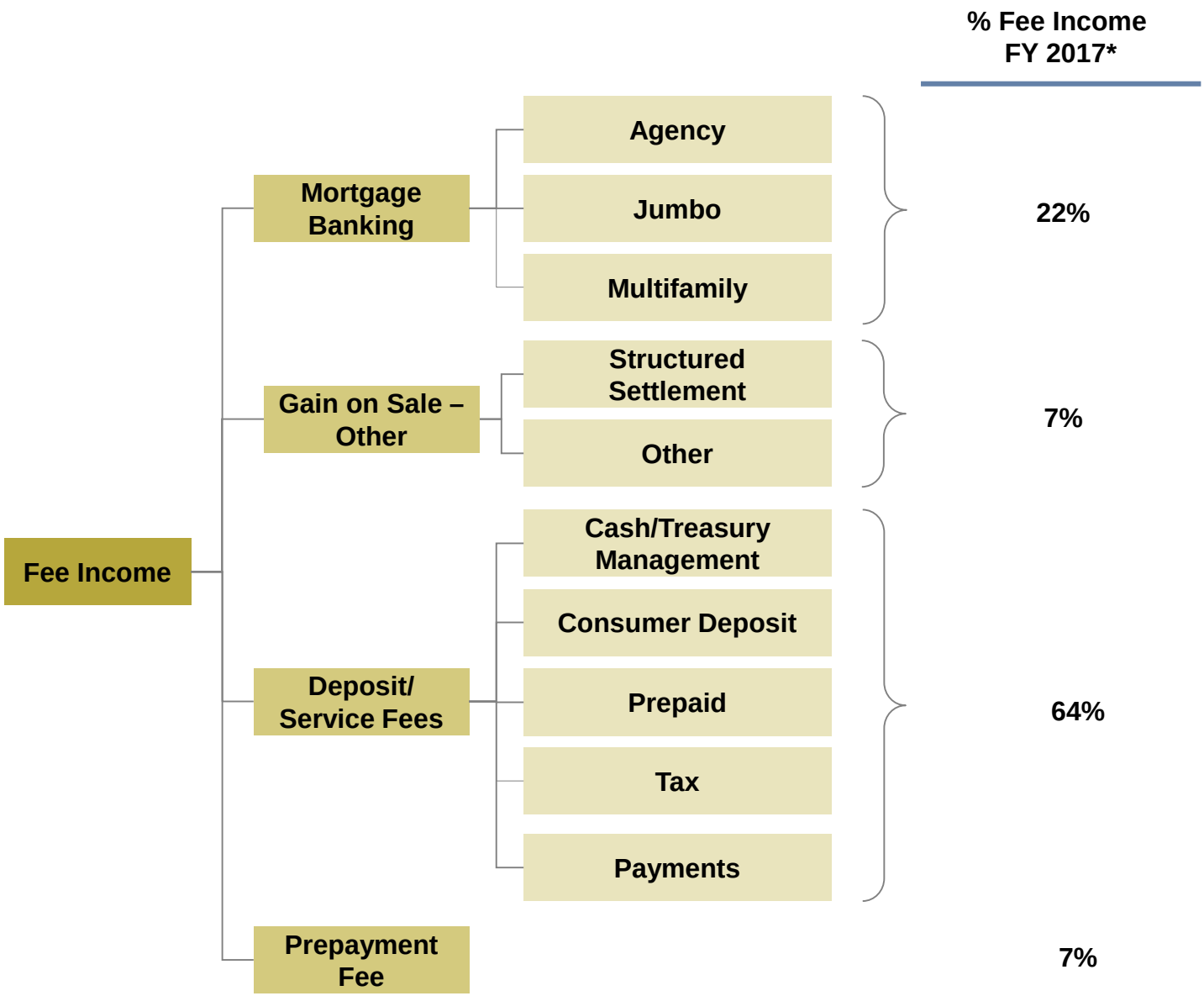
	2012	2013	2014	2015	2016	2017
% CDs[1]	57%	50%	26%	18%	17%	12%
% Borrowings[2]	25%	25%	24%	15%	12%	9%

[1] as a % of total deposits
[2] as a % of total liabilities

Future Plans

- Enhanced digital marketing automation integrated to outbound sales group
- Products and technology integration targeted to specific industry groups
- Create differentiated consumer and business banking platform
- Enhanced focus on customer service and user experience
- Leverage existing and create new distribution partnerships to reduce acquisition cost and leverage external brands

Diversified Fee / Non-Interest Income



* Excludes securities income

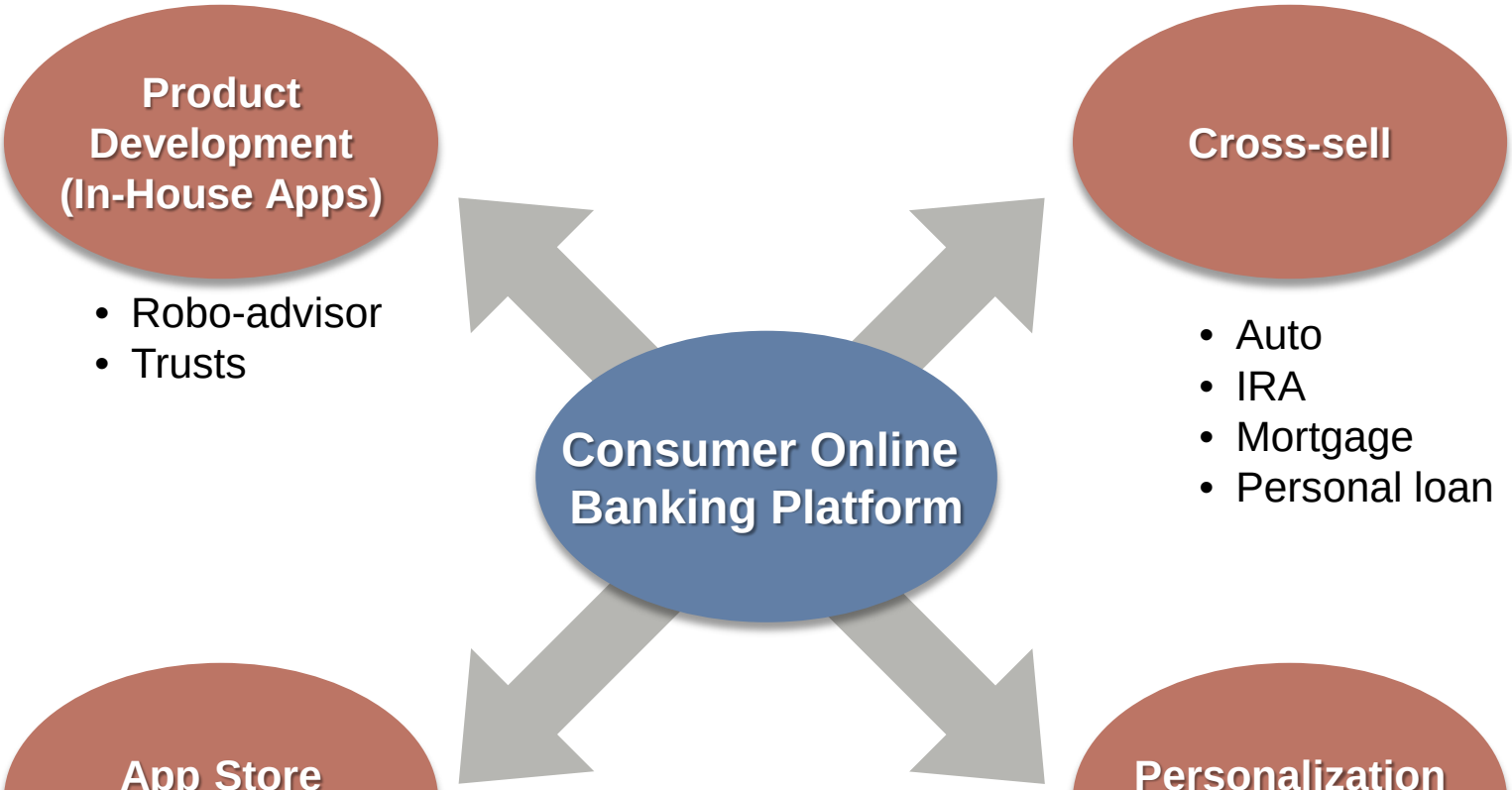
Over the Last Eight Years, BofI Has Successfully Started New Products, Added Distribution Channels, and Completed Acquisitions

	2011	2012	2013	2014	2015	2016	2017	2018
New product	• Business banking • Lottery	• Warehouse Lending	• Treasury/ cash manage-ment • C&I • Prepaid • Agency Servicing retention	• Small balance CRE	• Auto	• HRB franchising lending	• Retail Auto • Refund Advance (H&R Block) • Unsecured Consumer Lending	• Factoring
Distribution/ channel	• BofI advisor	• Netbank • Retail Structured settlement	• UFB Direct • Bank X • IRA	• Virtus	• Wholesale agency		• H&R Block retail stores	• Homebuilder mortgage group
M&A			• Principal Bank	• Union Federal	• H&R Block Bank	• Equipment leasing		• Epiq Trustee Services

Key Goals of Universal Digital Bank

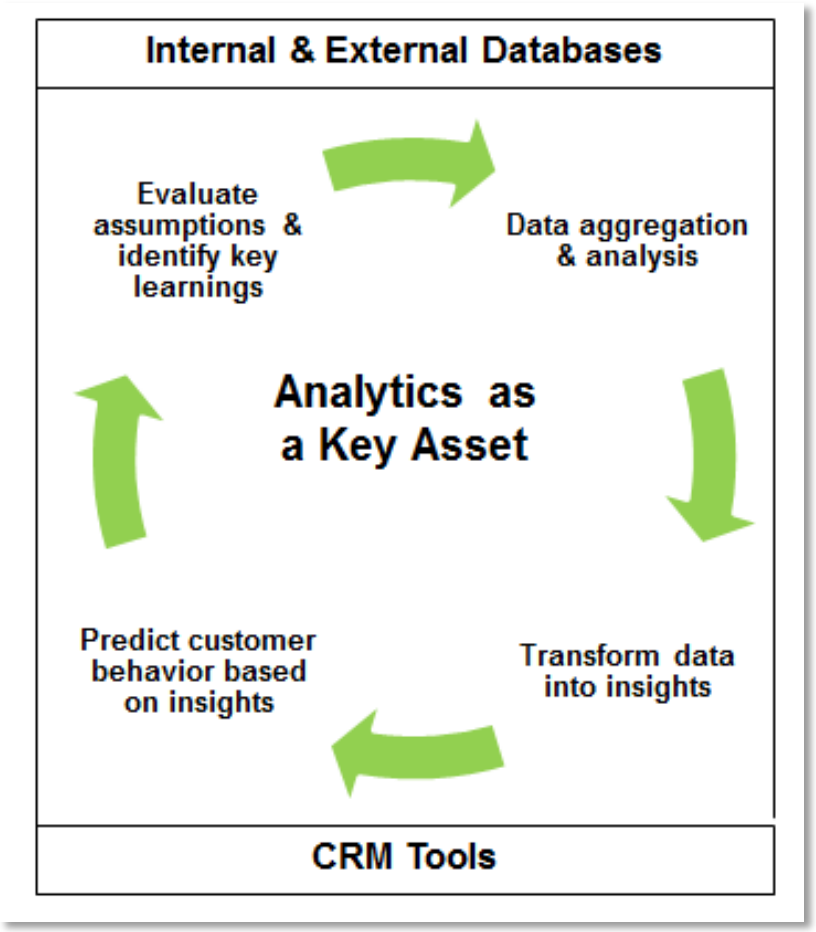
Personalization	• Increase chance of offering right product at the right time and place • Personalization is the right antidote for too much choice, too much content, and not enough time
Self-Service	• Eventual artificial intelligence tools assist sale of banking products such as deposits, loans, and mortgages • Products optimized by channel, recipient and journey • Self service saves time and cost (e.g., activate and de-activate debit-card in platform, send wires via self-service)
Facilitate Partnerships	• Easy integration of third-party features (e.g., biometrics) • Access to value added tools (e.g., robo-advisory, automated savings features) either proprietary or third party • Enable creative customer acquisition partners
Customizable Experience	• Provide holistic and interactive and intuitive design experience • Integrate online experience with other channels
Cross-Sell	• Artificial intelligence and big data credit models enable quick credit decisions • Customized product recommendations based upon analytical determination of need

Universal Digital Bank Consumer Platform



Advanced Data Analytics Provides Key Insights Into Customer Engagement, Profitability, and Retention to Enhance Customer Lifetime Throughout the Bank

Framework for Data Analysis



Key Learnings

- Retention & Attrition Drivers to Boost Long-Term Customer Engagement
- Customer Segmentation Methodology to Understand Usage & Behavior
- Profitability Analysis at the Individual Customer Level
- Streamlined Acquisition Process via Lookalike Modeling & Sales Efficiencies

We are Expanding our Strategic Partnership with H&R Block

H&R Block Overview

- Approximately 10,000 U.S branches
- Files 1 in every 7 U.S. tax returns
- 19.7 million U.S. tax returns per year
- 83% of customers receive a refund
- 35% franchise-owned
- Approximately 2,400 employees
- 55 million visits per year on HRB website
- Social media
  - 28,600 Twitter followers
  - 463,000 Facebook fans
  - 1.7 million views on YouTube

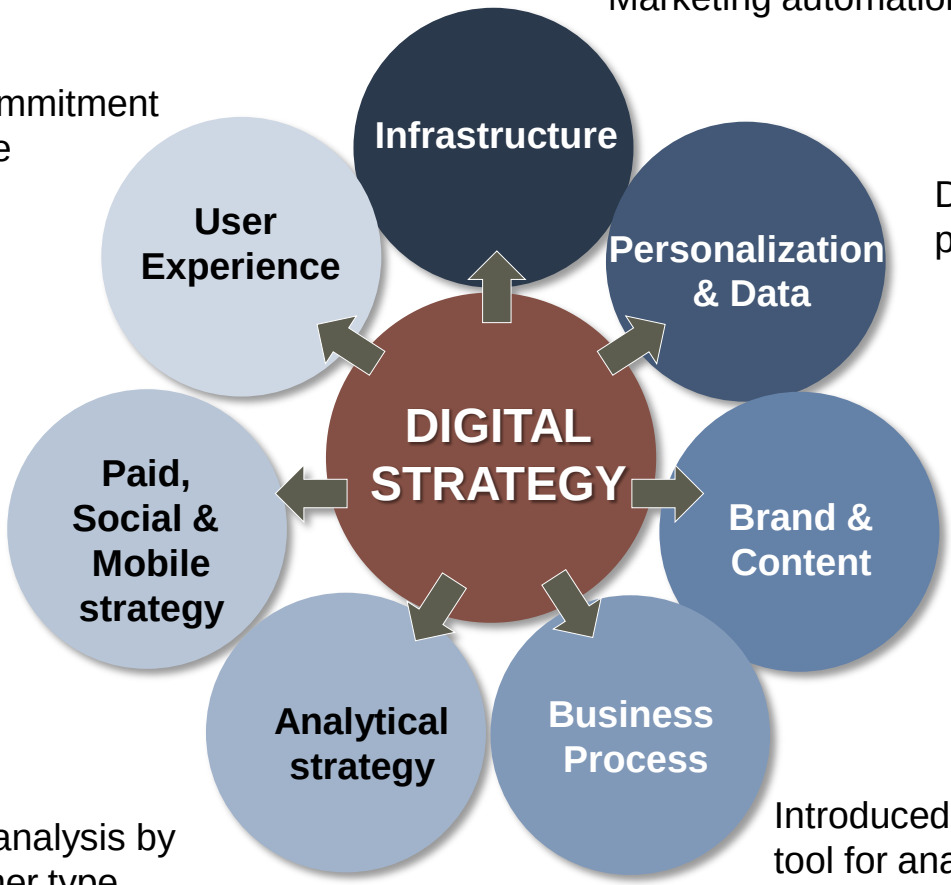
Products for 2018 Tax Season

- Refund Transfer
- Emerald Advance Unsecured Loan
- Emerald Prepaid Card
- Refund Advance Interest-Free Loan
  - BofI was exclusive provider in 2018 tax season
  - BofI provided credit underwriting, loan origination, funding and loan servicing
  - Interest-free loan is repaid using borrower's tax refund proceeds
  - BofI's profits will depend on origination volume and actual credit losses

Omni Channel Approach for Bofl's 2018 Digital Marketing Strategy

Marketing automation implementation

Organizational commitment to user experience



Digital personas for personalized interactions

Social employee engagement

Enhanced branding, messaging and positioning

Multi-dimensional analysis by geography, customer type, product, media, traffic source

Introduced BI reporting tool for analytics

Holistic Credit Risk Management

What We Do

Utilize a holistic credit-risk management framework to manage and monitor credit quality at each stage of the loan life cycle, and leverage specialized Credit Tools to optimize monitoring and reporting capabilities

Loan Life Cycle

Credit Monitoring & Oversight

Set Appetite → Originations → Portfolio Management → Reporting → Special Assets

BOFI Credit Objectives

Establish Credit Framework and Culture	Safe Growth	Monitor Assets Throughout Life Cycle	Data-Driven Decision Making	Mitigate Problem Loans

Example of Credit Tools

• Board of Directors • Annual Strategic Plan • Corporate Governance • Policies & Approval Authorities	PCLENDER, CLOS, CoStar Group, RIMS	iRisk, LERETA	REIS, SQL Server	iRisk, LERETA

Credit Tools list is a sampling and is not purported to be comprehensive.

Monitoring & Management Oversight: Core Products

Single Family Residential

- Portfolio level monitoring with individual loan reviews completed on an exception basis (i.e. delinquency, FICO/LTV degradation).
- FICO pulled twice a year
- Updated AVMs twice a year
- Super jumbo loans receive complete annual loan review, including updated credit report
- Pledged assets receive refreshed CLTV ratios on a semiannual basis
- Portfolio-level review performed quarterly

Income Property Lending

- Risk based annual loan review process, with 4 levels depending on financial performance & risk triggers
- Updated financials at least annually
- FICO pulled twice a year
- Updated AVMs twice a year
- Updated credit report and property inspections requested based on risk triggers
- Classified loans receive quarterly review
- Portfolio-level review performed quarterly
- Stress testing performed twice a year

Commercial Specialty

- Loan reviews at least quarterly
- Project updates at least quarterly
- Updated financials at least annually
- Site visits & inspections for development projects

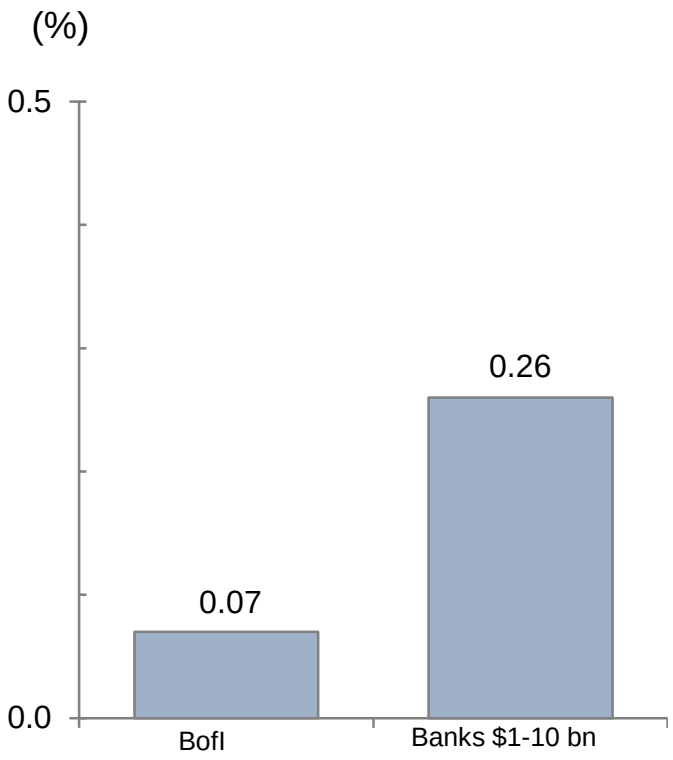
C&I – Lender Finance

- Loan reviews at least quarterly
- Updated financials at least quarterly
- Borrowing base / custodial reports at least monthly
- Continuous collateral analytics, with quarterly validation

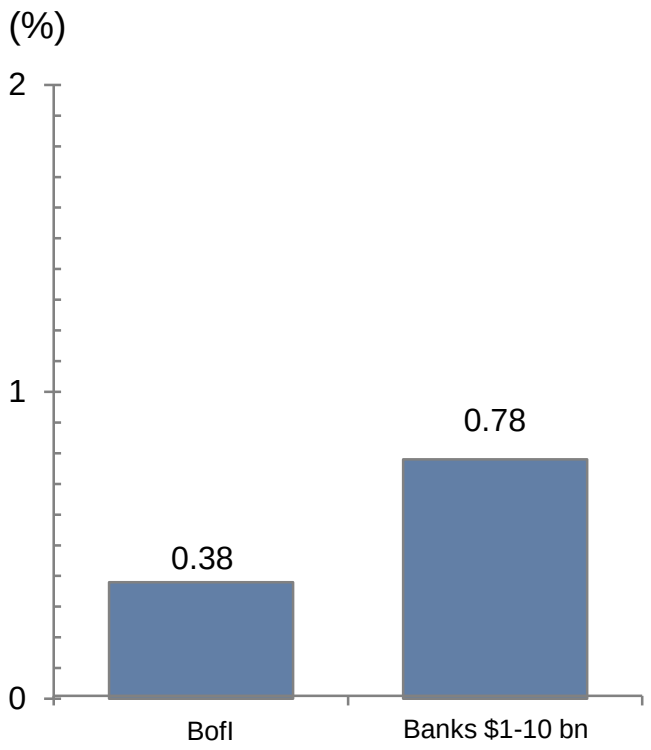
Lists are a sampling and are not purported to be comprehensive.

Best-in-Class Loan Quality

Total Net Charge-Offs Annualized[1]



Loans in non-accrual to total loans[1]



1. From FDIC SDI report at 12/31/2017. Total of 510 institutions included in the $1-$10 billion group. Data retrieved 4/30/2018.

Bank Provides Appropriate Resources to Manage Credit and Compliance Risk

Department FTEs	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017
Credit and Quality Control	41	57	65	85
Risk, Internal Asset Review, Compliance, Audit and BSA	26	35	44	54

Investment Summary

- Full service branchless banking platform with structural cost advantages vs. traditional banks
- Superior growth and ROE relative to large and small competitors
- Solid track record of allocating capital to businesses with best risk-adjusted returns
- New business initiatives will generate incremental growth in customers, loans and profits
- Robust risk management systems and culture has resulted in lower credit, counterparty and regulatory risks

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