



ViewPoint Financial Group, Inc.

NASDAQ: VPFG

First Quarter 2011 Results

Gary Base – President and Chief Executive Officer

Patti McKee – Executive Vice President and Chief Financial Officer

Mark Hord – Executive Vice President and General Counsel

Safe Harbor Statement

When used in filings by ViewPoint Financial Group, Inc. (the “Company”) with the Securities and Exchange Commission (the “SEC”), in the Company’s press releases or other public or shareholder communications, and in oral statements made with the approval of an authorized executive officer, the words or phrases “will likely result,” “are expected to,” “will continue,” “is anticipated,” “estimate,” “project,” “intends” or similar expressions are intended to identify “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Such statements are subject to certain risks and uncertainties, including, among other things, changes in economic conditions, legislative changes, changes in policies by regulatory agencies, fluctuations in interest rates, the risks of lending and investing activities, including changes in the level and direction of loan delinquencies and write-offs and changes in estimates of the adequacy of the allowance for loan losses, the Company’s ability to access cost-effective funding, fluctuations in real estate values and both residential and commercial real estate market conditions, demand for loans and deposits in the Company’s market area, competition, changes in management’s business strategies and other factors set forth under Risk Factors in our 2010 Form 10-K that could cause actual results to differ materially from historical earnings and those presently anticipated or projected. The Company wishes to advise readers that the factors listed above could materially affect the Company’s financial performance and could cause the Company’s actual results for future periods to differ materially from any opinions or statements expressed with respect to future periods in any current statements.

The Company does not undertake – and specifically declines any obligation – to publicly release the result of any revisions which may be made to any forward-looking statements to reflect events or circumstances after the date of such statements or to reflect the occurrence of anticipated or unanticipated events.

Corporate & Geographic Overview

Total Assets: **\$2.80 billion**
Total Net Loans: **\$1.41 billion**
Total Deposits: **\$2.03 billion**

Number of Locations:
23 Community Bank Branches
13 Loan Production Offices¹
2 New Bank Branches Planned

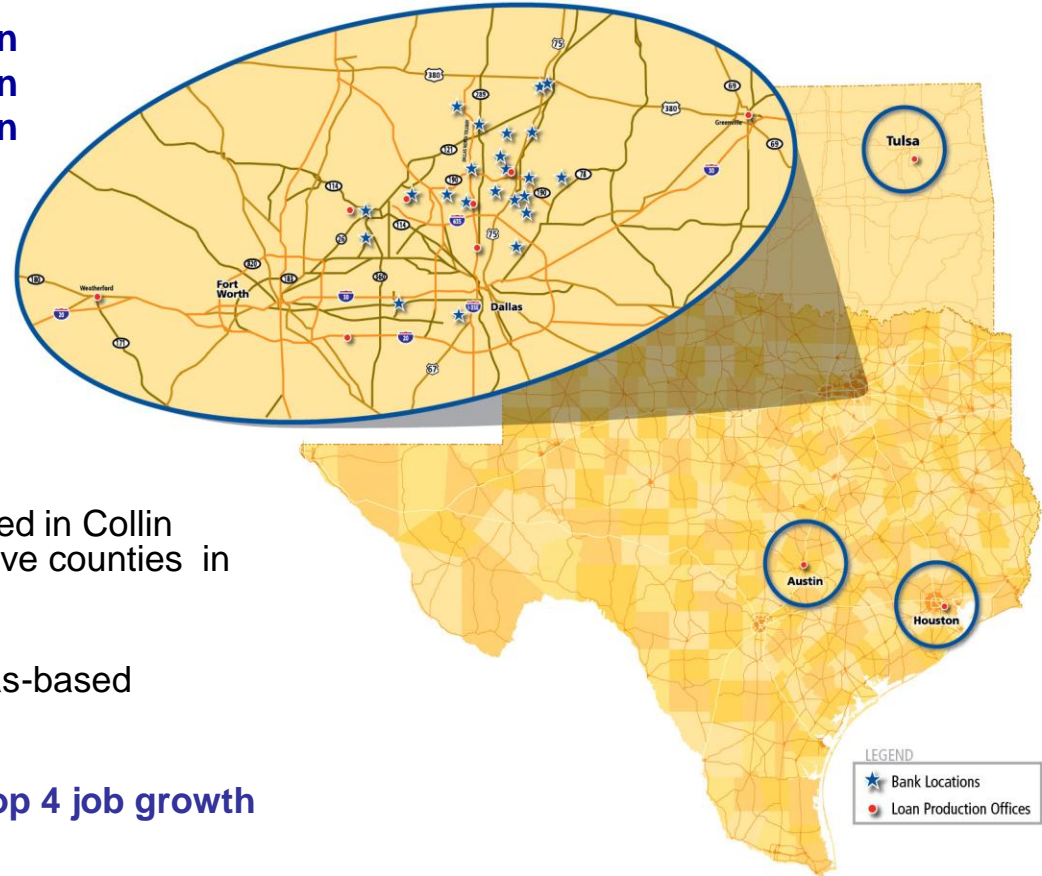
59 years in Texas market

#1 in deposit market share of those banks based in Collin County, one of the most demographically attractive counties in Texas²

Ranked #7 in deposit market share among Texas-based community banks in DFW Metroplex²

75% of our non-residential RE loans are in the **top 4 job growth markets** in the U.S over the last five years.³

Texas listed as *Site Selection Magazine's* **top state for new and expanded corporate facilities** in 2010.⁴



Company data as of March 31, 2011. Source: VPFG 10-Q for 1Q 2011

¹ Includes VPM office located in Girard, Ohio, which focuses on national origination of VA loans

² FDIC market share data as of June 2010

³ Employment data from a Bureau of Labor Statistics release as of June 2010

⁴ The Dallas Morning News: Trade Magazine Rankings 2010 (March 2, 2011)

Two New Locations Planned

- ❑ Two new bank branches planned for 3Q 2011
 - Assuming leases on bank facilities that were closed due to merger of two national banks
 - Lower cost, faster ramp-up time
 - Flower Mound market
 - 2,178 VPFG households
 - 2010 Estimated Average Household Income: \$106,114
 - 2010 Estimated Population: 212,959
 - Carrollton market
 - 5,365 VPFG households
 - 2010 Estimated Average Household Income: \$88,707
 - 2010 Estimated Population: 238,420

Source: Nielsen Claritas, Company Documents

Business Strategy

- ❑ Capitalize on a position of balance sheet strength
- ❑ Continue to grow organically in our economically stable and growing Texas market
- ❑ Remain focused on our community banking approach and enhance the profitability of existing relationships
- ❑ Continue to develop existing lines of business, diversify the loan portfolio and develop Commercial and Industrial lending
- ❑ Evaluate other opportunities to deploy capital: new locations, dividends, potential acquisitions, etc.

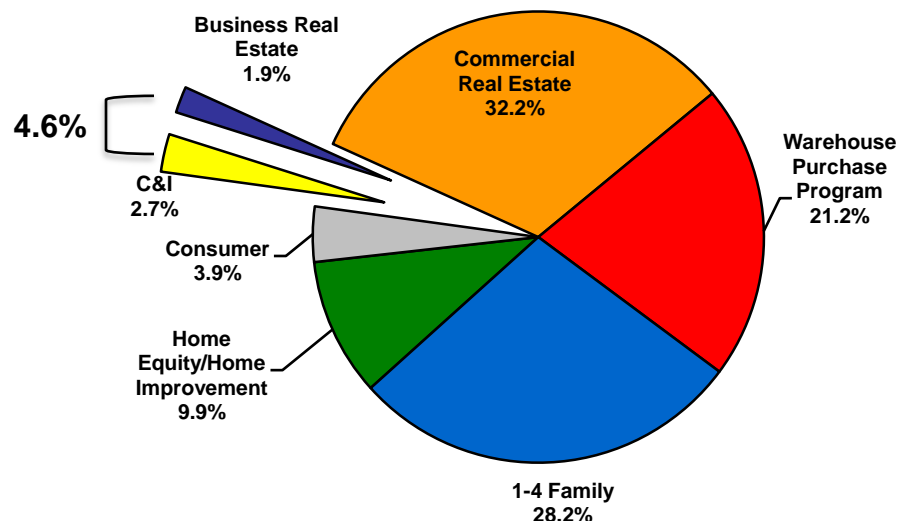
ViewPoint's Loan Portfolio Strategy

Diversify the loan portfolio by developing a “fourth” engine

❑ Business Lending

- ❑ Added experienced commercial lenders
- ❑ Local loan decisioning
- ❑ Sophisticated loan pricing model
- ❑ 1Q 2011 Business Lending production of \$9.9 million compared to \$3.9 million for 4Q 2010

March 31, 2011 Loan Composition



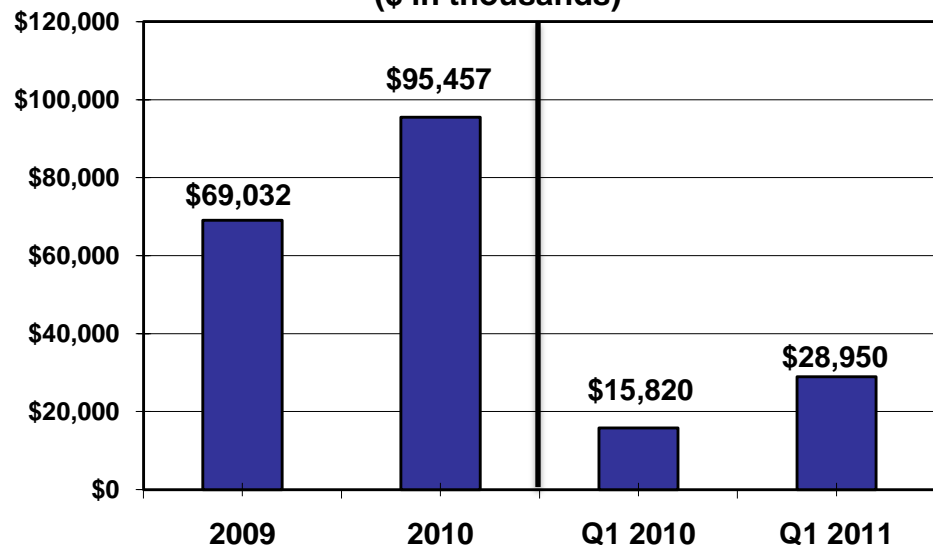
Source: VPFG 10-Q for 1Q 2011
Includes loans held for sale

Non-Residential RE Portfolio

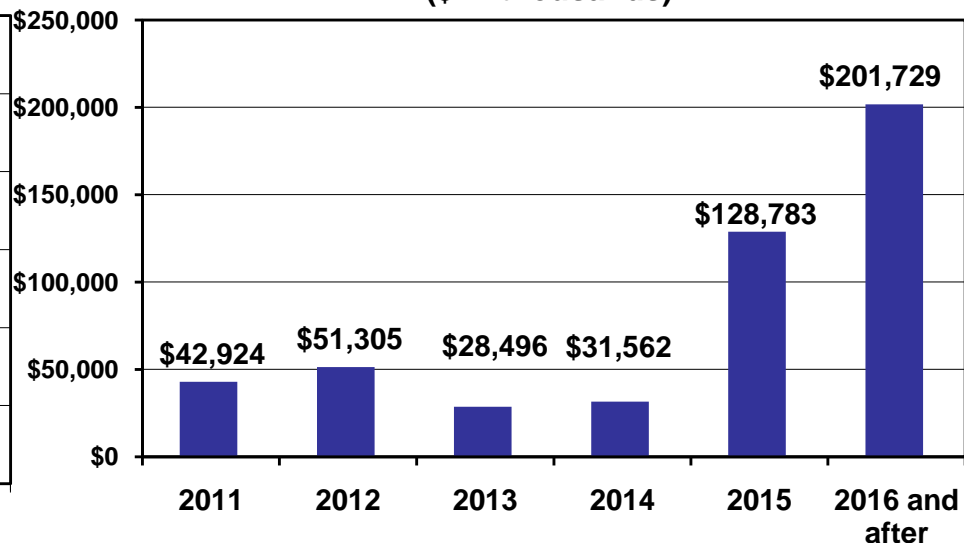
In a difficult economic environment, ViewPoint was opportunistic in generating quality loans.

- ❑ Non-residential RE production off to a good start in Q1 2011
- ❑ \$29.0 million compared to \$15.8 million in Q1 2010, Q1 2011 production partially offset by \$20.4 million total payoffs

Non-Residential RE Originations
(\$ in thousands)

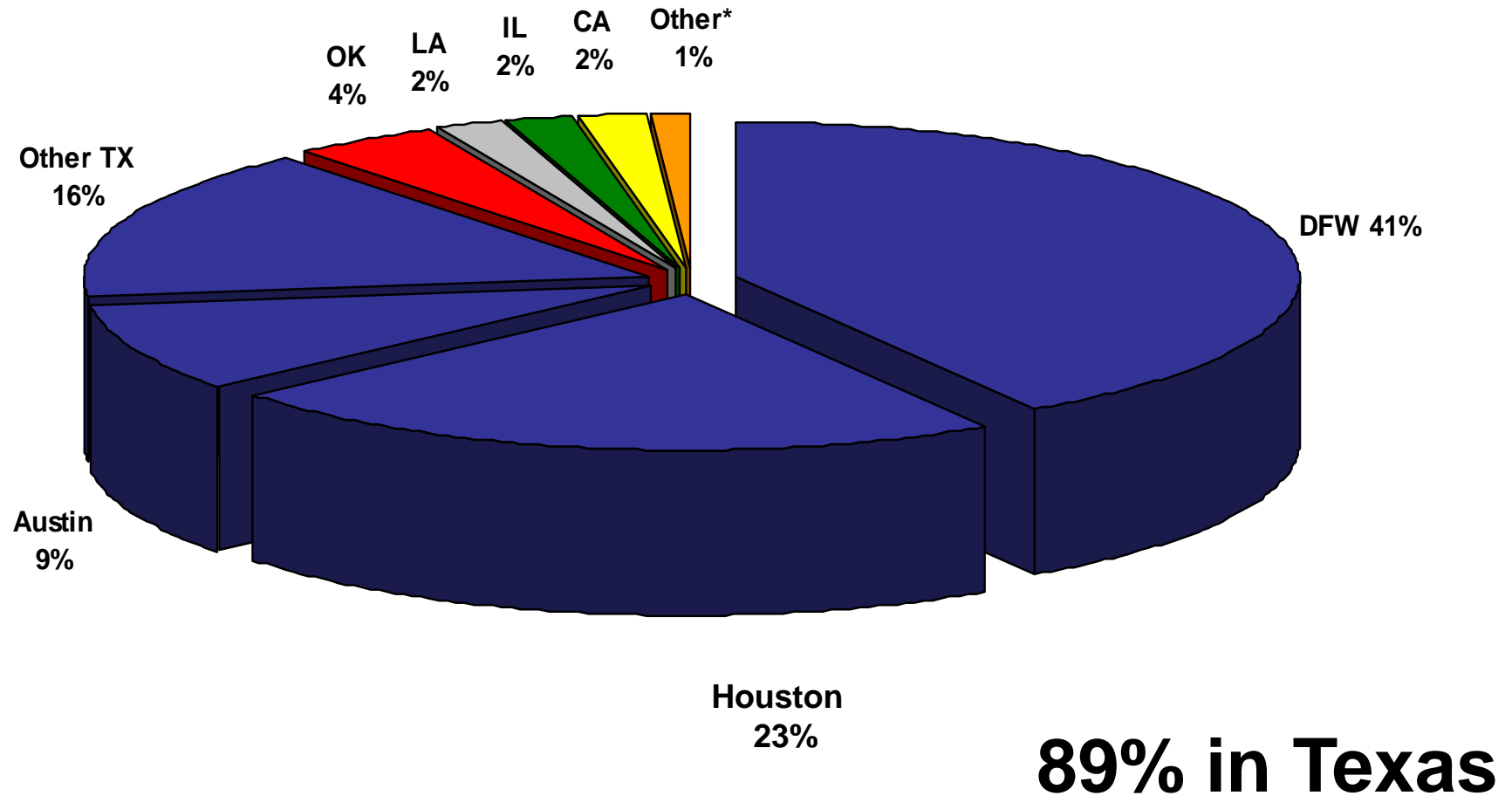


Non-Residential RE Portfolio Maturity Schedule
(\$ in thousands)



Source: VPFQ 10-Q for 1Q 2011
Company Documents

Non-Residential Real Estate: Texas Focused

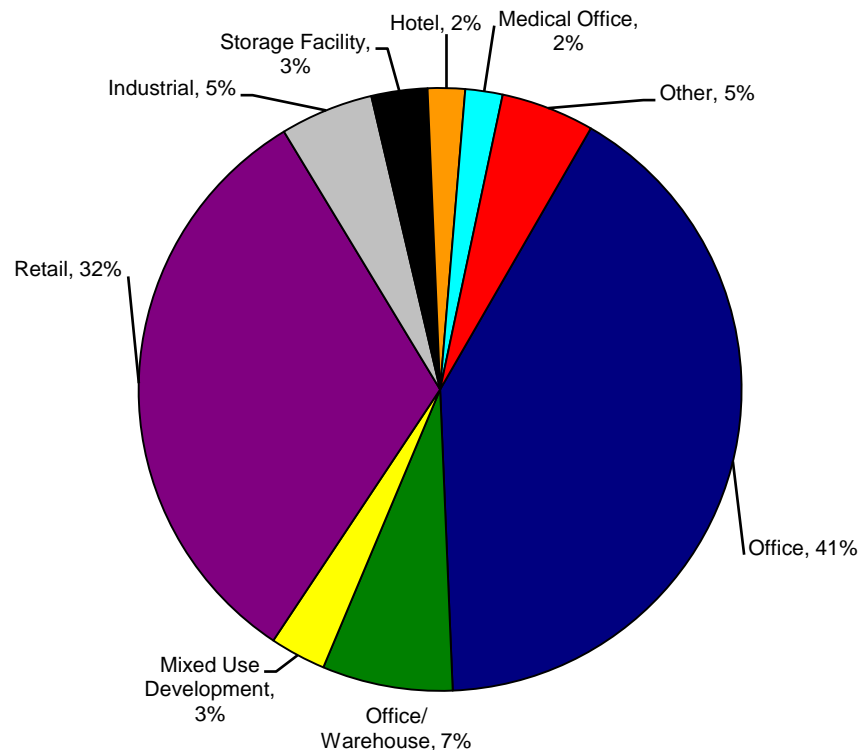


Source: VPFG 10-Q for 1Q 2011, Company Documents
*Other states include Arizona, Georgia, New Mexico, Nevada, Oregon, Kansas and Washington

Non-Res RE: Diverse & Well-Underwritten

Property Type	\$ Amount (Millions)	% of Total	LTV at orig.
Office	\$201	41%	63%
Retail	\$156	32%	57%
Office/Warehouse	\$33	7%	63%
Industrial	\$25	5%	62%
Mixed Use	\$15	3%	38%
Storage Facility	\$14	3%	47%
Medical Office	\$11	2%	51%
Hotel	\$7	2%	66%
Other	\$23	5%	47%

As of March 31, 2011



Total Non-Residential Real Estate - \$484.8M

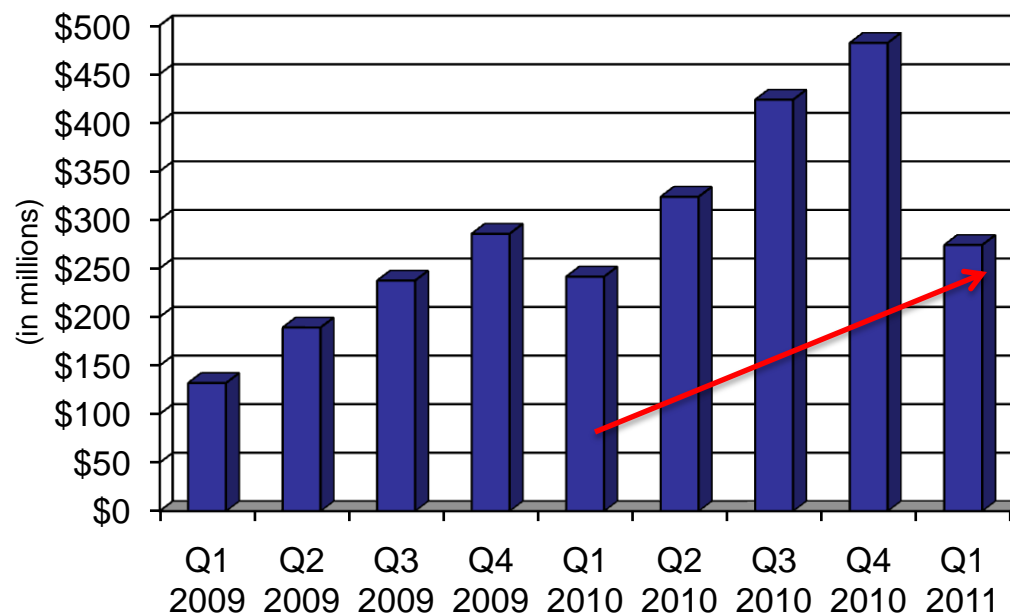
Total LTV - 57.8%

Source: Company Documents

Warehouse Purchase Program

- ❑ Seasonal Portfolio – The “big four” banks¹ indicate that mortgage originations are down 33% over Q4 2010
- ❑ Average balances increased \$32 million, or 13.3%, from Q1 2010 to Q1 2011
- ❑ Increased from 22 clients to 30 clients from Q1 2010 to Q1 2011

Average Warehouse Purchase Program Balances

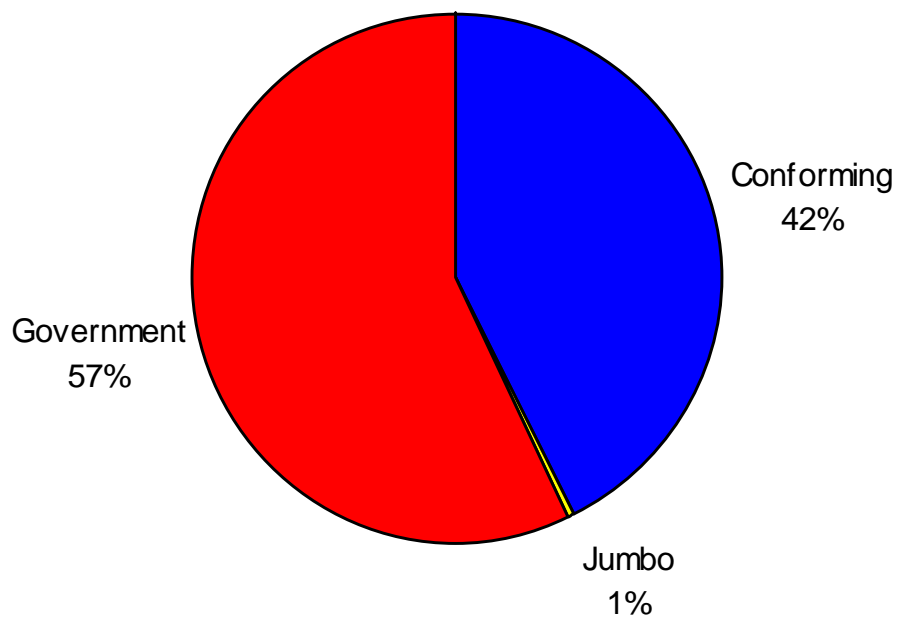


Source: Housingwire article by Jon Prior dated 4/21/2011; Company Documents at March 31, 2011

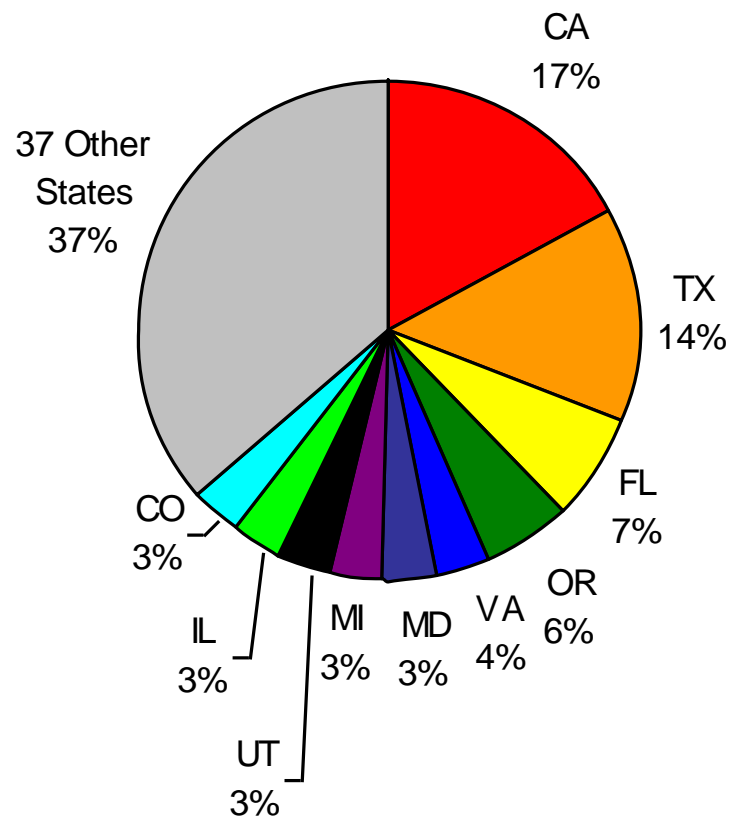
¹ Bank of America, JP Morgan Chase, Wells Fargo and Citigroup.

Warehouse Purchase Program

Loan Types



Underlying Mortgage Loan Geography

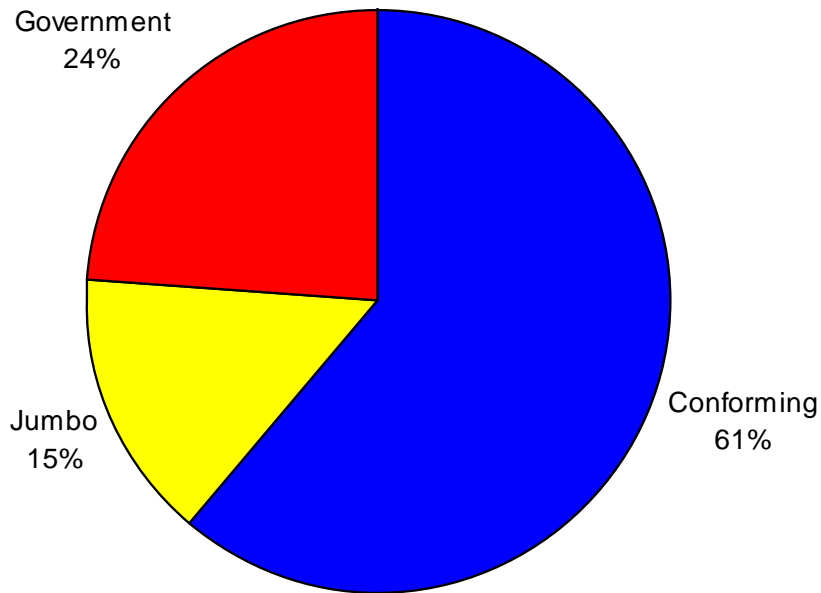


Source: Company Documents at March 31, 2011

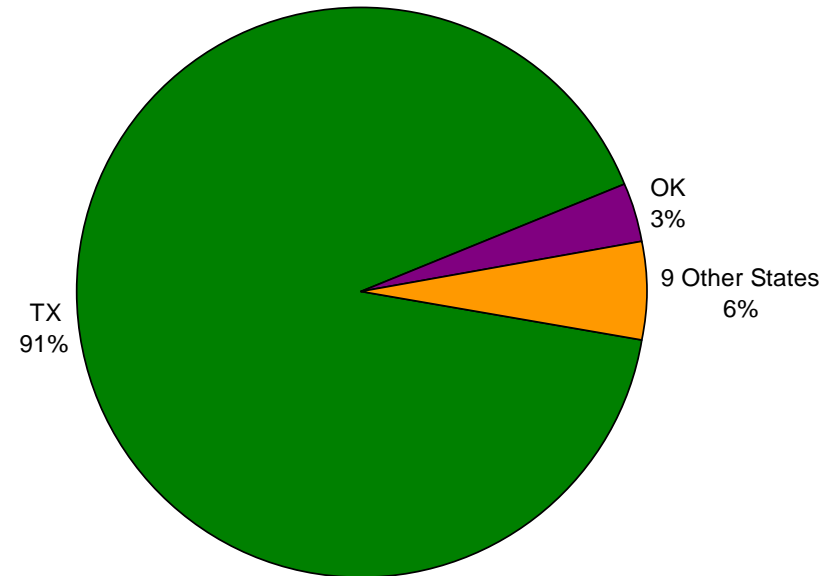
Residential Real Estate

- ❑ Focused on conforming residential real estate loans originated through our wholly owned subsidiary, ViewPoint Mortgage (“VPM”)

Loan Type

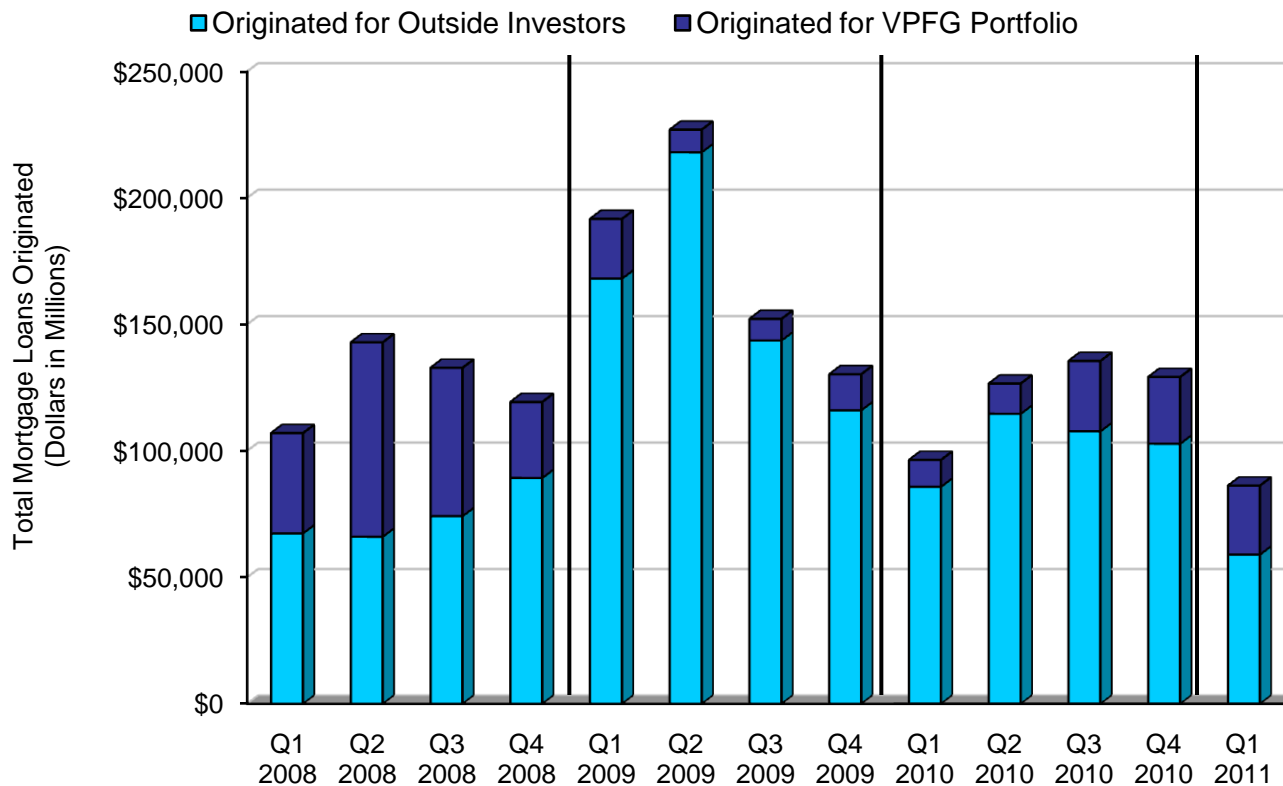


Geography by Collateral



Source: VPFG 10-Q for 1Q 2011; Company Documents

Residential Real Estate: Total Production



- VPM originated \$86.2 million during Q1 2011, down 11% from Q1 2010
- Sold \$73.0 million in Q1 2011 for 2.7%, or \$1.9 million, gain on sale
- Mandatory pricing spreads have tightened, reducing gain on sale from 3.0% at Q4 2010 to 2.7% at Q1 2011
- Opened national VA loan production office in Ohio

Source: VPFG 10-Q for 1Q 2011

Financial Summary – 1st Quarter 2011

❑ Mortgage Production:

- ❑ Volume declined due to seasonal fluctuations and an overall decline in mortgage activity
- ❑ Average outstanding balances in Warehouse Purchase Program declined 43% from 4Q 2010, yet are 13% ahead of 1Q 2010

❑ Core Deposit Growth:

- ❑ Deposits increased by \$15.5 million from 4Q 2010
- ❑ Fueled by \$22.4 million increase in Absolute Checking

❑ Improved and Stable Credit Trends:

- ❑ Non-performing loans decreased by \$1.6 million from December 31, 2010
- ❑ NPL/ Loan Ratio is 1.46%, outperforming Texas peers

❑ Net Interest Margin:

- ❑ NIM increased 13 bps, from 2.67% in Q1 2010 to 2.80% in Q1 2011, due to lower deposit and borrowing rates
- ❑ NIM declined 18 bps compared to 4Q 2010 primarily due to reduced loan balances; shifted to lower-yielding earning assets

Source: VPFG 10-Q for 1Q 2011; Company Documents

Financial Comparisons for Quarter-End

Q1	2011	2010
Equity to Total Assets	14.30%	8.42%
Deposit Growth	0.77%	5.77%
Loan Growth ⁽¹⁾	-11.16%	1.21%
Asset Growth	-4.96%	4.11%
Net Interest Margin	2.80%	2.67%
EPS	\$0.20	\$0.10
<i>Operating EPS⁽²⁾</i>	<i>\$0.13</i>	<i>\$0.10</i>
Return on Assets	0.92%	0.45%
Return on Equity	6.51%	5.26%
Efficiency Ratio ⁽³⁾	71.88%	76.94%
Operating Exp / Avg Assets	2.65%	2.92%

Source: VPG 1Q 2011 10-Q, Q1 2011 Earnings Release

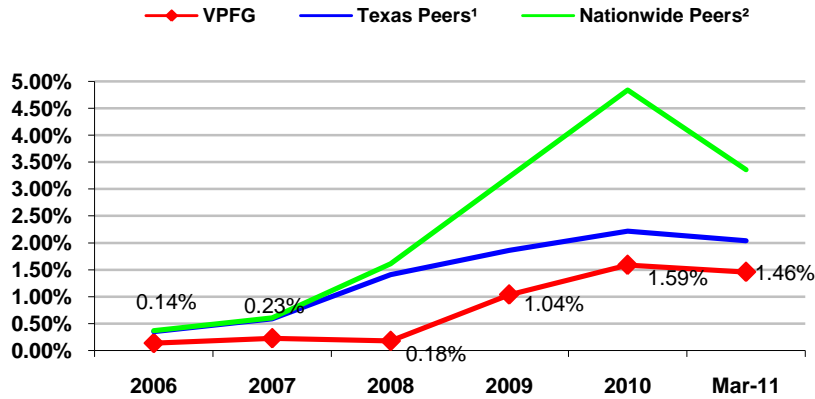
(1) Including loans held for sale

(2) Excludes \$2.2 million (net of tax) gain on sale of AFS securities

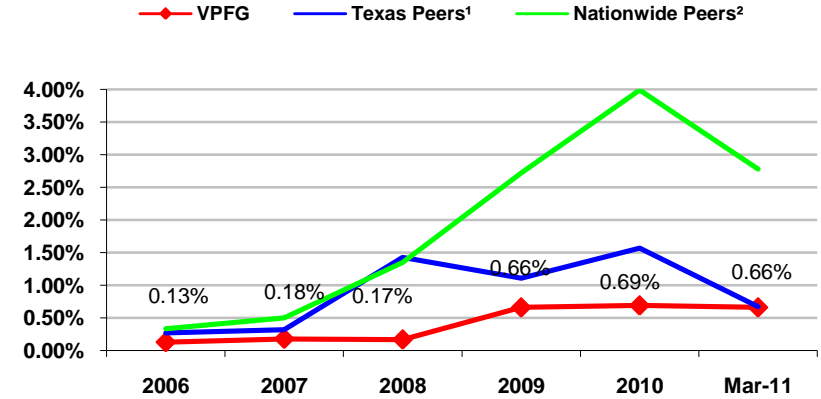
(3) Calculated by dividing total noninterest expense by net interest income plus noninterest income, excluding gain (loss) on sale of foreclosed assets, gains from securities transactions and other nonrecurring items.

Credit Quality Trends

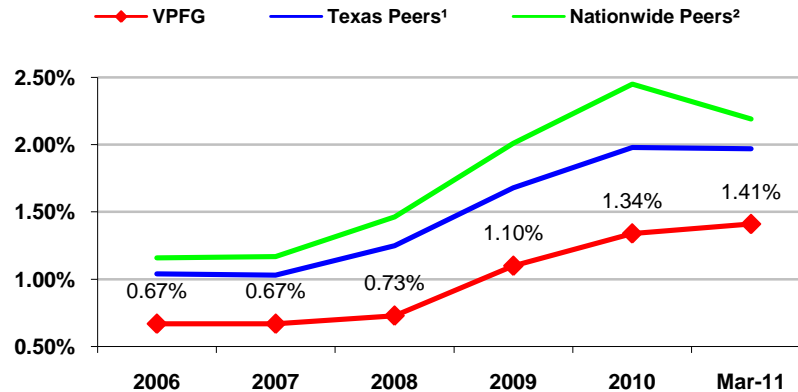
NPLs / Loans



NPAs / Assets



Reserves / Gross Loans



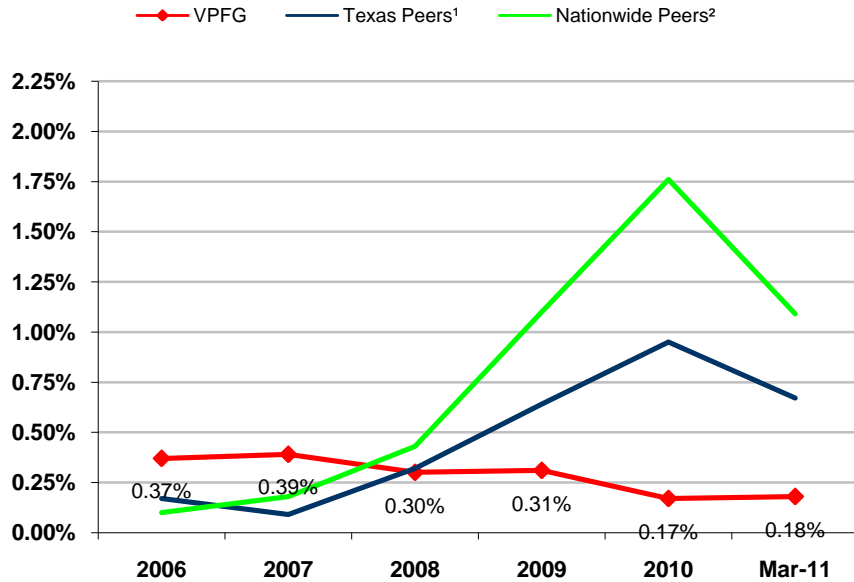
¹ Texas Peers include: EBTX, FFIN, MCBI, NODB, OABC, PRSP, SBSI, SBIB, TCBI (March 2011 peer data included if available)

² Nationwide Peers include public U.S. depositories with assets between \$2B and \$5B (March 2011 peer data included if available)

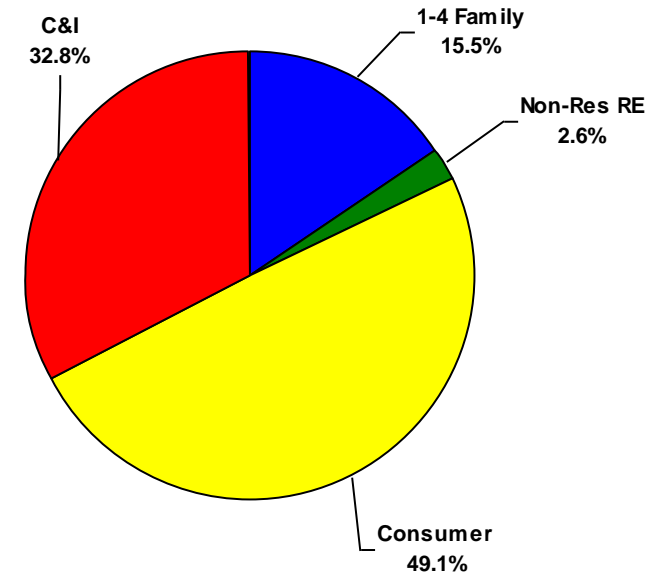
Source: Q1 Earnings Release 2011, SNL Financial

Net Charge-Off Trends

Net Charge-Offs / Avg. Loans



2011 Charge-Offs at 3/31/11 by Loan Type (as % of Total Charge Offs)



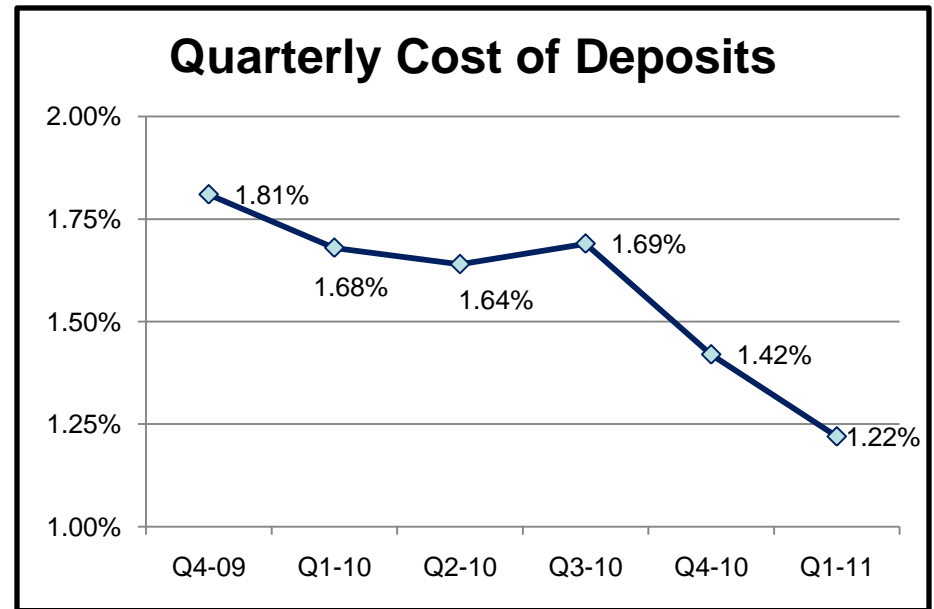
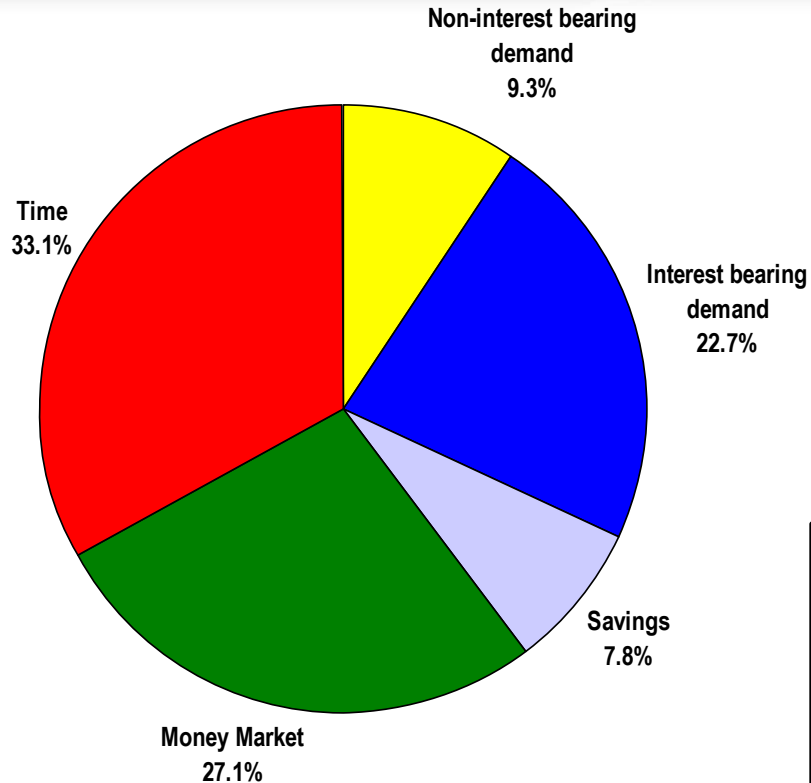
2011 YTD Charge-Offs: \$573,000

¹ Texas Peers include: EBTX, FFIN, MCBI, NODB, OABC, PRSP, SBSI, SBIB & TCBI (March 2011 peer data included if available)

² Nationwide Peers include public U.S. depositories with assets between \$2B and \$5B (March 2011 peer data included if available)

Source: Company Documents at March 31, 2011, SNL Financial

Deposit Composition

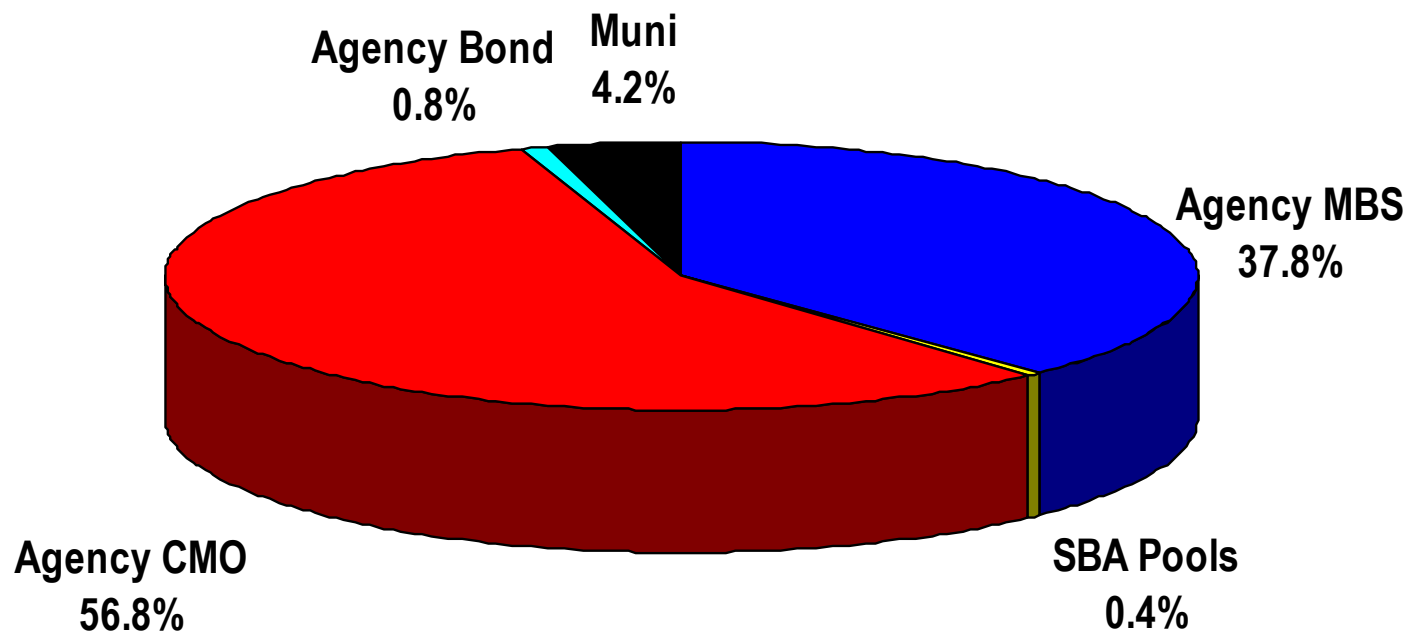


Source: VPFG 10-Q for 1Q 2011

Low Risk Investment Portfolio Mix

Investment Strategy:

- ❑ Liquidity - \$22.0 million per month; 57% of portfolio is AFS
- ❑ Asset Liability Tool
- ❑ Short duration
- ❑ 62% fixed vs. 38% variable

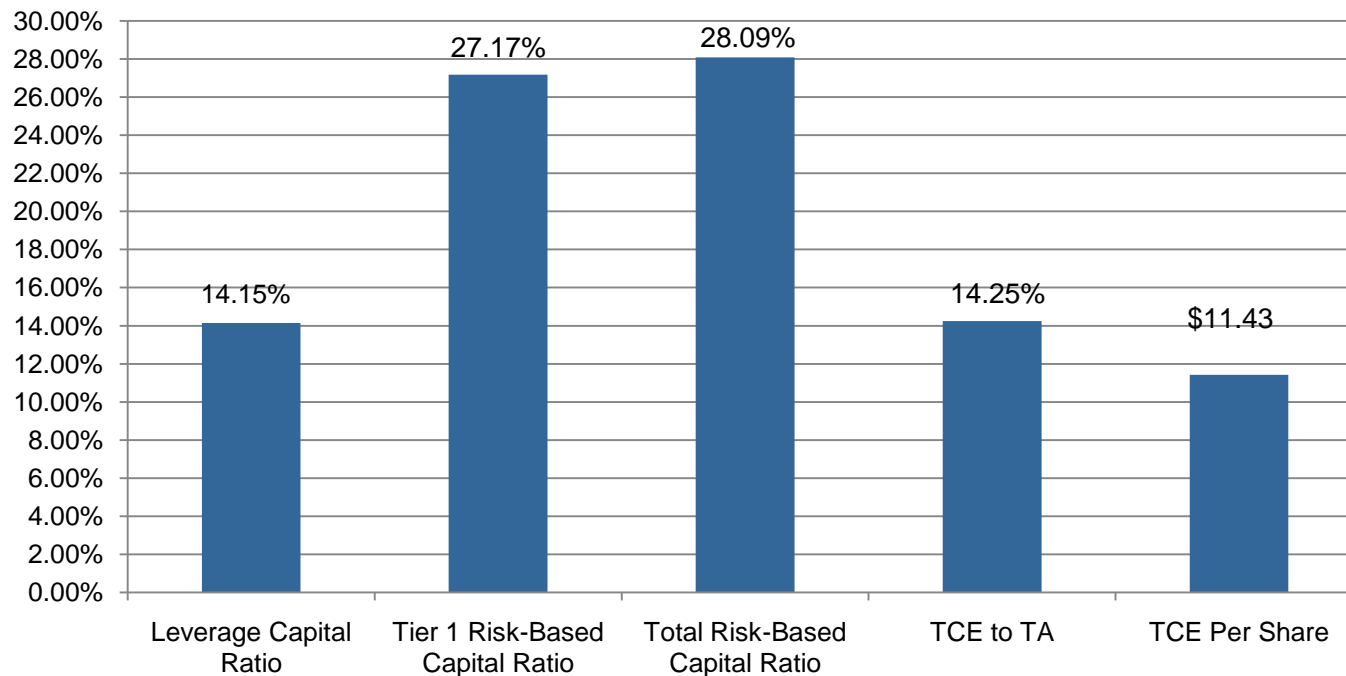


Source: VPFG 10-Q for 1Q 2011; Company Documents

Strongly Capitalized

As of March 31, 2011

Regulatory Capital Ratios



Regulatory Total Risk-Based Capital Ratio Guideline of 12%

Regulatory Tier 1 Leverage Ratio Guideline of 8%

Company Documents as of March 31, 2011

Dividend

- ❑ ViewPoint Financial Group, Inc. has always paid a dividend since becoming a public stock company
- ❑ Announced a dividend of 25% of earnings, or \$0.05 per share (\$0.20 per share annually), on April 22, 2011

Source: VPFG 10-Q for 1Q 2011; Company documents

Summary

- ❑ One of the largest independent community banking franchises in Texas
- ❑ Experienced management team with strong local ties
- ❑ Improving profitability
- ❑ Strong credit metrics reflecting disciplined underwriting standards
- ❑ Strong capital levels can support continued growth
- ❑ Favorable asset quality compared to publicly-traded Texas peers

Questions?

- ❑ The subsequent tables present non-GAAP reconciliations of the following calculations:
 - ❑ Operating EPS – excludes non-recurring \$2.2 million (net of tax) gain on sale of securities that occurred during Q1 2011 (using a 35% tax rate)
 - ❑ TCE (Tangible Common Equity) to TCA (Tangible Common Assets) ratio
 - ❑ TCE per share

Operating EPS for Q1 2011

(Dollar amounts in thousands, except per share data)

GAAP net income	\$6,554
Less: tax-effected gain on sale of securities	(2,220)
Adjusted net income	<u>\$4,334</u>
Average shares for EPS calculation	32,353,331
GAAP earnings per share	\$0.20
Non-GAAP Operating EPS	\$0.13

TCE to TA and TCE per Share at March 31, 2011

(Dollar amounts in thousands)

Total GAAP equity	\$399,785
Less: goodwill	(1,089)
Less: mortgage servicing rights	(638)
Total tangible equity	<u>\$398,058</u>
Total GAAP assets	\$2,796,016
Less: goodwill	(1,089)
Less: mortgage servicing rights	(638)
Total tangible equity	<u>\$2,794,289</u>
GAAP Equity to Total Assets	14.30%
TCE to TA	14.25%
Shares outstanding at March 31, 2011	34,839,491
TCE per Share	\$11.43