THE STILWELL GROUP
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January 4, 2006

Dear Fellow Shareholder of Prudential Bancorp, Inc. of Pennsylvania:

It is the Stilwell Group's intention to hold its nine-percent plus position indefinitely, and to actively oppose, for at least the next decade, through the solicitation of proxies or otherwise, the proposed stock recognition and retention and stock option plans (together, the "Stock Benefit Plans") until such time as a representative of the Group is appointed to the Company's Board of Directors and a satisfactory agreement on capital allocation is reached. (Because FDIC regulations currently bar the Company's parent, Prudential Mutual Holding Company, which holds 55.3% of the Company's outstanding common stock, from voting on equity compensation plans such as the Stock Benefit Plans, only the public shareholders are able to approve such plans). The Group will not sell its shares in a block trade or accept a payment from the Company. The Group will only sell its shares proportionally as the share count is reduced in order to stay below 9.9% of the outstanding shares. In other words, the Group intends to be a shareholder for the long haul and has no intention of "going away" just because the Company has put off its planned adoption of the Stock Benefit Plans to avoid a shareholder vote.

I believe that the Company's directors, who have no prior experience sitting on the board of a public company, no prior experience in allocating capital for a public company and do not personally own a substantial number of shares of the Company's Stock, clearly need help in allocating the Company's stock, clearly need help in allocating the Company's capital. Since May 2005, when the Company announced its plan to repurchase 227,000 shares of its stock, through December 16, 2005, IT ONLY PURCHASED 66,300 SHARES. It purchased those shares in May and June but made no purchases for the rest of the year, even though the shares continued to trade at a price that the Group believes to be attractive. In my estimation, there is simply no excuse for the Company not to have already completed its May 2005 share repurchase program. I can only conclude that the Company could use the Group's assistance.

By withholding your vote you can send a strong message to the Company that you believe your investment is best served by having a representative of the Group on the Board.

WE URGE YOU TO WITHHOLD YOUR VOTE FROM THE ELECTION OF DIRECTORS , WHICH IS PROPOSAL 1 ON THE ENCLOSED PROXY CARD, BY MAKING THE BOX "WITHHOLD". IF YOU RECEIVE A CARD FROM THE COMPANY, THROW IT IN THE GARBAGE.

Sincerely,

/s/ Joseph Stilwell
Joseph Stilwell
On behalf of the Stilwell Group:
Stilwell Value Partners I, L.P.
Stilwell Partners, L.P.
Stilwell Value LLC

On December 28, 2005, the Stilwell Group (the "Group" ) filed with the Securities and Exchange Comission (the "Comission") a definitive proxy statement in connection with the 2006 annual meeting of stockholders of Prudential Bancorp Inc. of Pennsylvania ("Prudential Bancorp'). Copies of the definitive proxy statement were mailed to stockholders on or about December 28, 2005. Investors and security holders are urged to read the Group's definitive proxy statement and additional definitive soliciting material because they contain important information. Investors and security holders may obtain a free copy of the definitive proxy statement and other documents filed by the Group with the Comission at the Comission's website at www.sec.gov The definitive proxy statement and other documents filed by the Group with the Comission's website at www.sec.gov. The definitive proxy statement and these other documents may also be obtained for free by writing to Mr. Joseph Stilwell at 26 Broadway, 23rd Floor, New York 10004, or by contacting D.F. King Co. at 800-659- 6590.