

VENTURE FINANCIAL GROUP
CONSOLIDATED STATEMENT OF INCOME
(Dollars in thousands, except per share amounts; unaudited)

	Three months ended December 31		Twelve months ended December 31	
	2006	2005	2006	2005
Interest Income				
Loans	\$16,211	\$11,938	57,717	\$38,043
Federal funds sold and deposits in banks	58	55	282	350
Investments	2,063	690	6,672	2,986
Total interest income	18,332	12,683	64,671	41,379
Interest Expense				
Deposits	6,944	2,820	21,373	7,592
Fed funds purchased	1	11	175	35
Repurchase agreements	445	292	1,675	1,084
Other	1,200	1,224	5,632	4,221
Total interest expense	8,590	4,347	28,855	12,932
Net interest income	9,742	8,336	35,816	28,447
Provision for credit losses	375	39	1,075	753
Net interest income after provision for credit losses	9,367	8,297	34,741	27,694
Non-interest income				
Service charges on deposit accounts	984	1,006	3,953	3,569
Origination fees on mortgage loans sold	426	404	1,809	1,634
Other operating income	769	567	2,904	3,007
Total non-interest income	2,179	1,977	8,666	8,210
Non-interest expense				
Salaries and employee benefits	3,834	2,954	14,985	12,093
Occupancy and equipment	991	1,065	4,072	3,754
Other expense	1,996	2,229	7,611	6,953
Total non-interest expense	6,821	6,248	26,668	22,800
Operating income before income taxes	4,725	4,026	16,739	13,104
Provision for income taxes	1,627	1,367	5,670	4,076
Net income	\$3,098	\$2,659	\$ 11,069	\$ 9,028
Earnings per Share Data				
Basic earnings per share	\$ 0.43	\$ 0.37	\$ 1.54	\$ 1.33
Diluted earnings per share	\$ 0.43	\$ 0.36	\$ 1.52	\$ 1.29
Dividends declared per share	\$ 0.075	\$ 0.07	\$ 0.29	\$ 0.28
Weighted average number of common shares	7,139,757	7,182,421	7,172,290	6,769,481
Weighted average number of common shares, Including dilutive stock options	7,240,190	7,391,983	7,295,569	6,979,043
Performance Ratios				
Return on average assets (annualized)	1.25%	1.44%	1.25%	1.46%
Return on average equity (annualized)	14.66%	13.77%	14.05%	14.87%