

VENTURE FINANCIAL GROUP  
CONDENSED CONSOLIDATED STATEMENTS OF CONDITION  
(Dollars in thousands, except per share amounts)

	March 31 2004	December 31 2003	March 31 2003
<b>Assets</b>			
Cash and due from banks	\$ 19,930	\$ 19,048	\$ 22,572
Interest bearing deposits in banks	311	213	66
Federal funds sold	1,550	5,530	7,500
Securities available for sale	80,520	84,878	32,435
Securities held to maturity	504	505	505
FHLB Stock	1,166	1,156	1,109
Loans held for sale	2,569	4,138	10,162
Loans	371,110	363,493	358,971
Allowance for credit losses	7,506	7,589	8,216
<b>Net loans</b>	<b>363,604</b>	<b>355,904</b>	<b>350,755</b>
Premises and equipment	11,801	12,112	11,137
Foreclosed real estate	1,488	1,996	4,785
Accrued interest receivable	1,847	1,824	1,930
Cash value of life insurance	13,255	13,113	8,966
Intangible assets	11,570	11,597	11,680
Other assets	1,629	1,886	1,319
<b>Total assets</b>	<b>\$511,744</b>	<b>\$513,900</b>	<b>\$464,921</b>
<b>Liabilities</b>			
Deposits:			
Demand	\$ 77,953	\$ 81,344	\$ 75,598
Savings and interest bearing demand	186,108	182,545	161,052
Time deposits	114,308	118,334	136,165
<b>Total deposits</b>	<b>378,369</b>	<b>382,223</b>	<b>372,815</b>
Short term borrowing	34,847	34,394	17,607
Long term debt	42,589	42,000	23,000
Accrued interest payable	378	174	292
Other liabilities	5,606	6,436	5,866
<b>Total liabilities</b>	<b>461,789</b>	<b>465,227</b>	<b>419,580</b>
<b>Stockholders' Equity</b>			
Common stock, (no par value); 10,000,000 shares authorized, shares issued: 2004 - 4,299,160; December 2003 - 4,316,163; March 2003 - 4,392,798	24,467	25,289	28,033
Retained earnings	24,859	23,254	16,808
Accumulated other comprehensive income	629	130	500
<b>Total stockholders' equity</b>	<b>49,955</b>	<b>48,673</b>	<b>45,341</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$511,744</b>	<b>\$513,900</b>	<b>\$464,921</b>
<b>Other Data</b>			
Nonperforming assets to total assets	.68%	.82%	3.13%
Nonperforming loans to loans	.53%	.60%	2.60%
Allowance for credit losses to loans	2.01%	2.06%	2.21%
Allowance for credit losses to nonperforming assets	380.63%	344.02%	85.11%
Equity to Assets	9.77%	9.47%	9.75%
Net interest margin	5.35%	5.91%	6.64%