

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

ASSETS

	March 31, 2008 <i>(unaudited)</i>	December 31, 2007	March 31, 2007 <i>(unaudited)</i>
Cash and due from banks	\$ 14,952	\$ 17,719	\$ 24,521
Interest bearing deposits in other banks	5	6	538
Total cash and cash equivalents	<u>14,957</u>	<u>17,725</u>	<u>25,059</u>
Federal funds sold	-	-	1,200
Securities available-for-sale	299,010	280,177	227,858
Securities held-to-maturity	17,293	16,800	-
Investment in trusts	682	682	682
FHLB Stock and TIB Stock	7,169	4,590	4,590
Loans held-for-sale	<u>18,199</u>	<u>17,389</u>	<u>5,448</u>
Loans	775,604	765,728	724,971
Allowance for credit losses	<u>(12,230)</u>	<u>(10,975)</u>	<u>(9,247)</u>
Net loans	763,374	754,753	715,724
Premises and equipment, net of accumulated depreciation	34,196	33,337	30,934
Foreclosed real estate	68	68	68
Accrued interest receivable	4,332	4,862	4,286
Cash surrender value of bank owned life insurance	20,679	20,344	17,884
Goodwill	24,202	24,202	24,930
Other intangible assets	606	678	892
Other assets	<u>7,686</u>	<u>7,636</u>	<u>2,137</u>
Total assets	<u>\$ 1,212,453</u>	<u>\$ 1,183,243</u>	<u>\$ 1,061,692</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Deposits			
Non-interest bearing checking	\$ 106,933	\$ 103,721	\$ 109,163
NOW, Savings and MMDA	384,756	379,629	319,802
Time certificates of deposit	<u>335,217</u>	<u>353,774</u>	<u>358,478</u>
Total deposits	826,906	837,124	787,443
Federal funds purchased	46,615	-	-
Securities sold under agreements to repurchase	29,151	28,282	33,751
Other borrowings	189,098	195,758	119,602
Junior subordinated debentures at fair value	21,324	21,766	22,932
Accrued interest payable	1,384	1,990	1,638
Other liabilities	<u>8,370</u>	<u>9,566</u>	<u>8,876</u>
Total liabilities	<u>1,122,848</u>	<u>1,094,486</u>	<u>974,242</u>

SHAREHOLDERS' EQUITY

Common stock (no par value); 30,000,000 shares authorized, shares issued and outstanding: March 31, 2008 – 7,221,787 December 31, 2007 -7,221,787 March 31, 2007 – 7,195,271	36,171	36,507	35,729
Retained earnings	61,311	58,798	52,033
Advance to KSOP	-	-	(634)
Accumulated other comprehensive income (loss)	<u>(7,877)</u>	<u>(6,548)</u>	<u>322</u>
Total shareholders' equity	<u>89,605</u>	<u>88,757</u>	<u>87,450</u>
Total liabilities and shareholders' equity	<u>\$ 1,212,453</u>	<u>\$ 1,183,243</u>	<u>\$ 1,061,692</u>