

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

	June 30, 2005	December 31, 2004	June 30, 2004
<b>Assets</b>			
Cash and due from banks	\$ 14,724	\$ 13,796	\$ 21,271
Interest bearing deposits in banks	684	65	5,575
Federal funds sold	11,350	0	0
Securities available for sale	69,361	73,880	75,284
Securities held to maturity	0	0	504
FHLB Stock	3,944	3,930	1,181
Loans held for sale	3,699	3,118	2,625
Loans	454,520	429,523	386,172
Allowance for credit losses	7,100	7,189	7,512
<b>Net loans</b>	<b>447,420</b>	<b>422,334</b>	<b>378,660</b>
Premises and equipment	14,533	11,729	12,988
Foreclosed real estate	339	718	1,328
Accrued interest receivable	2,200	2,084	1,972
Cash value of life insurance	13,741	13,431	13,397
Intangible assets	9,432	9,487	11,653
Other assets	3,003	1,644	1,601
<b>Total assets</b>	<b>\$594,430</b>	<b>\$556,216</b>	<b>\$528,039</b>
<b>Liabilities</b>			
Deposits:			
Demand	\$ 79,451	\$ 72,250	\$ 87,024
Savings and interest bearing demand	175,177	151,153	205,352
Time deposits	134,119	103,318	105,278
<b>Total deposits</b>	<b>388,747</b>	<b>326,721</b>	<b>397,654</b>
Short term borrowing	70,665	128,703	33,115
Long term debt	68,589	34,589	42,589
Accrued interest payable	844	620	394
Other liabilities	5,439	7,743	4,291
<b>Total liabilities</b>	<b>534,284</b>	<b>498,376</b>	<b>478,043</b>
<b>Stockholders' Equity</b>			
Common stock, (no par value); 30,000,000 shares authorized, shares issued: 2005 – 6,595,472; December 2004 – 6,527,507; March 2004 – 6,423,505	23,274	23,891	23,740
Retained earnings	36,886	33,706	26,448
Accumulated other comprehensive income	(14)	243	(192)
<b>Total stockholders' equity</b>	<b>60,146</b>	<b>57,840</b>	<b>49,996</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$594,430</b>	<b>\$556,216</b>	<b>\$528,039</b>
<b>Other Data</b>			
Nonperforming assets to total assets	1.03%	1.05%	.56%
Nonperforming loans to loans	1.27%	1.18%	.42%
Allowance for credit losses to loans	1.56%	1.66%	1.93%
Allowance for credit losses to nonperforming assets	122.46%	141.35%	461.99%
Equity to Assets	10.13%	10.34%	9.47%
Net interest margin	5.33%	5.52%	5.49%