

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

	Three months ended September 30		Nine months ended September 30	
	2005	2004	2005	2004
Interest Income				
Loans	\$9,421	\$7,358	\$26,116	\$20,795
Federal funds sold and deposits in banks	286	8	344	22
Investments	712	793	2,236	2,466
Total interest income	10,419	8,159	28,696	23,283
Interest Expense				
Deposits	2,151	1,060	4,772	3,080
Other	1,288	590	3,813	1,589
Total interest expense	3,439	1,650	8,585	4,669
Net interest income	6,980	6,509	20,111	18,614
Provision for credit losses	161	282	714	557
Net interest income after provision for credit losses	6,819	6,227	19,397	18,057
Non-interest income				
Service charges on deposit accounts	969	1,053	2,563	3,007
Origination fees on mortgage loans sold	384	285	1,230	935
Other operating income	827	768	2,440	1,948
Total non-interest income	2,180	2,106	6,233	5,890
Non-interest expense				
Salaries and employee benefits	3,243	3,027	9,139	8,624
Occupancy and equipment	944	885	2,689	2,603
Other expense	1,644	1,430	4,724	4,164
Total non-interest expense	5,831	5,342	16,552	15,391
Operating income before provision for income taxes	3,168	2,991	9,078	8,556
Provision for income taxes	868	804	2,709	2,571
Net income	\$2,300	\$2,187	\$ 6,369	\$ 5,985
Other comprehensive income, net of tax:				
Unrealized holding gains (losses) on securities arising during the period	(250)	602	(508)	280
Comprehensive Income	\$2,050	\$2,789	\$ 5,861	\$ 6,265
Earnings per Share Data				
Basic earnings per share	\$ 0.34	\$ 0.34	\$ 0.96	\$ 0.92
Diluted earnings per share	\$ 0.33	\$ 0.33	\$ 0.93	\$ 0.90
Dividends declared per share	\$ 0.07	\$ 0.05	\$ 0.21	\$ 0.14
Weighted average number of common shares	6,741,838	6,525,881	6,630,121	6,477,238
Weighted average number of common shares, Including dilutive stock options	6,959,409	6,690,407	6,847,692	6,641,764
Performance Ratios				
Return on average assets (annualized)	1.50%	1.65%	1.43%	1.53%
Return on average equity (annualized)	14.83%	17.20%	14.03%	16.06%