

**WASHINGTON FEDERAL, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION**  
**(UNAUDITED)**

	<u>September 30, 2015</u>	<u>September 30, 2014</u>
	(In thousands, except per share data)	
<b>ASSETS</b>		
Cash and cash equivalents.....	\$ 284,049	\$ 781,843
Available-for-sale securities.....	2,380,563	3,049,442
Held-to-maturity securities.....	1,643,216	1,548,265
Loans receivable, net.....	9,097,738	8,148,322
Covered loans, net.....	72,896	176,476
Interest receivable.....	40,429	52,037
Premises and equipment, net.....	276,247	257,543
Real estate held for sale.....	54,119	55,072
Real estate held for investment.....	3,576	4,808
Covered real estate held for sale.....	3,403	24,082
FDIC indemnification asset.....	16,275	36,860
FHLB & FRB stock.....	107,198	158,839
Bank owned life insurance.....	102,496	-
Intangible assets, net.....	299,358	302,909
Federal and state income taxes.....	14,513	16,515
Other assets.....	172,248	143,028
	<u>\$ 14,568,324</u>	<u>\$ 14,756,041</u>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>Liabilities</b>		
Customer accounts		
Transaction deposit accounts.....	\$ 5,820,878	\$ 5,490,687
Time deposit accounts.....	4,810,825	5,226,241
	<u>10,631,703</u>	<u>10,716,928</u>
FHLB advances.....	1,830,000	1,930,000
Advance payments by borrowers for taxes and insurance.....	50,224	29,004
Accrued expenses and other liabilities.....	100,718	106,826
	<u>12,612,645</u>	<u>12,782,758</u>
<b>Stockholders' Equity</b>		
Common stock, \$1.00 par value, 300,000,000 shares authorized; 133,695,803 and 133,322,909 shares issued; 92,936,395 and 98,404,705 shares outstanding.....	133,696	133,323
Paid-in capital.....	1,643,712	1,638,211
Accumulated other comprehensive income, net of taxes.....	353	20,708
Treasury stock, at cost; 40,759,408 and 34,918,204 shares.....	(651,836)	(525,108)
Retained earnings.....	829,754	706,149
	<u>1,955,679</u>	<u>1,973,283</u>
	<u>\$ 14,568,324</u>	<u>\$ 14,756,041</u>
<b>CONSOLIDATED FINANCIAL HIGHLIGHTS</b>		
Common stockholders' equity per share.....	\$ 21.04	\$ 20.05
Tangible common stockholders' equity per share.....	17.82	17.01
Stockholders' equity to total assets.....	13.42%	13.40%
Tangible common stockholders' equity to tangible assets.....	11.61%	11.58%
Weighted average rates at period end		
Loans and mortgage-backed securities.....	3.94%	4.17%
Total earning assets.....	3.63	3.63
Customer accounts.....	0.48	0.51
Borrowings.....	3.35	3.52
Total costing liabilities.....	0.90	0.97
Interest rate spread.....	2.73	2.66

**WASHINGTON FEDERAL, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
**(UNAUDITED)**

	<u>Quarter Ended September,</u>		<u>Twelve Months Ended September,</u>	
	<u>2015</u>	<u>2014</u>	<u>2015</u>	<u>2014</u>
	(In thousands, except per share data)			
<b>INTEREST INCOME</b>				
Loans & covered assets.....	\$ 112,185	\$ 109,200	\$ 437,002	\$ 430,850
Mortgage-backed securities.....	17,079	19,313	71,392	80,260
Investment securities and cash equivalents.....	6,075	6,564	22,159	22,587
	<u>135,339</u>	<u>135,077</u>	<u>530,553</u>	<u>533,697</u>
<b>INTEREST EXPENSE</b>				
Customer accounts.....	12,550	14,007	51,054	58,524
FHLB advances and other borrowings.....	15,936	17,677	66,018	69,553
	<u>28,486</u>	<u>31,684</u>	<u>117,072</u>	<u>128,077</u>
<b>Net interest income.....</b>	<b>106,853</b>	<b>103,393</b>	<b>413,481</b>	<b>405,620</b>
Provision (reversal) for loan losses.....	219	(3,465)	(11,162)	(15,401)
<b>Net interest income after provision (reversal) for loan losses.....</b>	<b>106,634</b>	<b>106,858</b>	<b>424,643</b>	<b>421,021</b>
<b>OTHER INCOME</b>				
Loan fee income.....	2,760	2,038	8,788	7,706
Deposit fee income.....	5,921	5,186	22,459	14,306
Gain (loss) on sale of investments.....	2	-	9,641	-
Prepayment penalty on long-term debt.....	-	-	(10,554)	-
Other income (loss).....	3,708	2,873	10,089	8,647
	<u>12,391</u>	<u>10,097</u>	<u>40,423</u>	<u>30,659</u>
<b>OTHER EXPENSE</b>				
Compensation and benefits.....	30,486	27,822	119,939	109,730
Occupancy .....	9,090	8,589	33,956	30,452
FDIC premiums .....	2,485	2,331	7,916	11,009
Product delivery.....	5,103	5,011	22,325	14,973
Information technology .....	4,281	3,938	15,976	14,303
Other expense.....	5,763	6,846	24,739	23,542
	<u>57,208</u>	<u>54,537</u>	<u>224,851</u>	<u>204,009</u>
Gain (loss) on real estate acquired through foreclosure, net.....	4,328	711	9,304	(2,743)
Income before income taxes.....	66,145	63,129	249,519	244,928
Income taxes provision.....	23,647	22,568	89,203	87,564
<b>NET INCOME.....</b>	<b>\$ 42,498</b>	<b>\$ 40,561</b>	<b>\$ 160,316</b>	<b>\$ 157,364</b>
<b>PER SHARE DATA</b>				
Basic earnings.....	\$ .45	\$ .41	\$ 1.68	\$ 1.56
Diluted earnings.....	.45	.41	1.67	1.55
Cash Dividends per share.....	.13	.11	.54	.41
Basic weighted average number of shares outstanding.....	93,593,763	99,320,940	95,644,639	101,154,030
Diluted weighted average number of shares outstanding, including dilutive stock options.....	94,055,345	99,696,612	96,053,959	101,590,351
<b>PERFORMANCE RATIOS</b>				
Return on average assets.....	1.17%	1.10%	1.10%	1.10%
Return on average common equity.....	8.72%	8.20%	8.21%	7.99%
Net interest margin.....	3.19%	3.00%	3.08%	3.05%