

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

	March 31, 2016	September 30, 2015
	(In thousands, except share data)	
ASSETS		
Cash and cash equivalents	\$ 276,084	\$ 284,049
Available-for-sale securities, at fair value	2,097,086	2,380,563
Held-to-maturity securities, at amortized cost	1,558,087	1,643,216
Loans receivable, net	9,545,322	9,170,634
Interest receivable	37,571	40,429
Premises and equipment, net	299,125	276,247
Real estate owned	38,770	61,098
FHLB and FRB stock	113,187	107,198
Bank owned life insurance	204,655	102,496
Intangible assets, including goodwill of \$291,503	298,113	299,358
Federal and state income tax assets, net	11,544	14,513
Other assets	191,279	188,523
	\$ 14,670,823	\$ 14,568,324
LIABILITIES AND STOCKHOLDERS' EQUITY		
Liabilities		
Customer accounts		
Transaction deposit accounts	\$ 5,876,244	\$ 5,820,878
Time deposit accounts	4,667,140	4,810,825
	10,543,384	10,631,703
FHLB advances	1,980,000	1,830,000
Advance payments by borrowers for taxes and insurance	23,863	50,224
Accrued expenses and other liabilities	161,116	100,718
	12,708,363	12,612,645
Stockholders' equity		
Common stock, \$1.00 par value, 300,000,000 shares authorized; 134,092,173 and 133,695,803 shares issued; 91,270,241 and 92,936,395 shares outstanding	134,092	133,696
Paid-in capital	1,651,397	1,643,712
Accumulated other comprehensive (loss) income, net of taxes	(8,586)	353
Treasury stock, at cost; 42,821,932 and 40,759,408 shares	(696,283)	(651,836)
Retained earnings	881,840	829,754
	1,962,460	1,955,679
	\$ 14,670,823	\$ 14,568,324
CONSOLIDATED FINANCIAL HIGHLIGHTS		
Common stockholders' equity per share	\$ 21.50	\$ 21.04
Tangible common stockholders' equity per share	18.24	17.82
Stockholders' equity to total assets	13.38%	13.42%
Tangible common stockholders' equity to tangible assets	11.58%	11.61%
Weighted average rates at period end		
Loans and mortgage-backed securities	3.94%	3.94%
Combined loans, mortgage-backed securities and investments	3.69	3.63
Customer accounts	0.50	0.48
Borrowings	3.23	3.35
Combined cost of customer accounts and borrowings	0.93	0.90
Interest rate spread	2.76	2.73

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

	Three Months Ended March 31,		Six Months Ended March 31,	
	2016	2015	2016	2015
	(In thousands, except share data)		(In thousands, except share data)	
INTEREST INCOME				
Loans receivable	\$ 113,211	\$ 109,274	\$ 226,074	\$ 217,567
Mortgage-backed securities	16,846	18,143	33,833	37,318
Investment securities and cash equivalents	5,006	5,213	10,280	11,029
	135,063	132,630	270,187	265,914
INTEREST EXPENSE				
Customer accounts	13,071	12,574	25,788	26,018
FHLB advances and other borrowings	15,667	16,176	31,205	33,832
	28,738	28,750	56,993	59,850
Net interest income	106,325	103,880	213,194	206,064
Provision (release) for loan losses	(1,500)	(3,949)	(1,500)	(9,449)
Net interest income after provision (release) for loan losses	107,825	107,829	214,694	215,513
OTHER INCOME				
Loan fee income	1,166	2,048	2,683	4,112
Deposit fee income	5,350	5,405	11,267	11,383
Other Income	4,213	3,388	7,414	726
	10,729	10,841	21,364	16,221
OTHER EXPENSE				
Compensation and benefits	29,184	30,469	58,883	59,629
Occupancy	8,969	8,239	17,561	16,374
FDIC insurance premiums	2,785	2,380	5,374	3,055
Product delivery	4,294	5,420	9,817	11,047
Information technology	7,453	3,882	16,163	7,912
Other	6,541	6,934	15,937	12,909
	59,226	57,324	123,735	110,926
Gain on real estate owned, net	3,894	1,473	5,314	1,788
Income before income taxes	63,222	62,819	117,637	122,596
Income tax provision	21,499	22,458	40,816	43,828
NET INCOME	\$ 41,723	\$ 40,361	\$ 76,821	\$ 78,768
PER SHARE DATA				
Basic earnings	\$ 0.45	\$ 0.42	\$ 0.83	\$ 0.81
Diluted earnings	0.45	0.42	0.83	0.81
Cash dividends per share	0.14	0.13	0.27	0.28
Basic weighted average number of shares outstanding	91,777,771	96,373,366	92,385,367	97,270,403
Diluted weighted average number of shares outstanding	92,147,998	96,725,234	92,860,052	97,635,201
PERFORMANCE RATIOS				
Return on average assets	1.14%	1.11%	1.05%	1.08%
Return on average common equity	8.51	8.29	7.83	8.06
Net interest margin	3.16	3.10	3.17	3.05
Efficiency ratio	50.60	49.97	52.75	49.90