

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

	<u>Quarter Ended March 31,</u>		<u>Six Months Ended March 31,</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
	(In thousands, except per share data)			
INTEREST INCOME				
Loans & covered assets.....	\$ 106,334	\$ 112,879	\$ 213,561	\$ 229,722
Mortgage-backed securities.....	21,072	10,642	40,440	22,374
Investment securities and cash equivalents.....	4,945	2,984	9,608	5,717
	<u>132,351</u>	<u>126,505</u>	<u>263,609</u>	<u>257,813</u>
INTEREST EXPENSE				
Customer accounts.....	14,780	16,695	30,279	35,466
FHLB advances and other borrowings.....	16,935	16,787	34,383	33,890
	<u>31,715</u>	<u>33,482</u>	<u>64,662</u>	<u>69,356</u>
Net interest income	100,636	93,023	198,947	188,457
Provision (reversal) for loan losses.....	<u>(4,336)</u>	<u>-</u>	<u>(8,936)</u>	<u>3,600</u>
Net interest income after provision for loan losses	104,972	93,023	207,883	184,857
Other Income.....	<u>6,702</u>	<u>6,046</u>	<u>12,490</u>	<u>11,003</u>
	6,702	6,046	12,490	11,003
OTHER EXPENSE				
Compensation and benefits.....	27,836	23,077	52,962	44,149
Occupancy	5,990	4,825	11,607	9,272
FDIC premiums	2,767	3,107	5,701	6,450
Information technology	3,931	2,852	6,860	5,290
Amortization of intangible assets	728	371	1,549	726
Other.....	<u>10,807</u>	<u>6,932</u>	<u>17,500</u>	<u>13,575</u>
	52,059	41,164	96,179	79,462
Gain (loss) on real estate acquired through foreclosure, net.....	<u>553</u>	<u>(4,003)</u>	<u>(1,398)</u>	<u>(7,322)</u>
Income before income taxes.....	60,168	53,902	122,796	109,076
Income taxes provision.....	<u>21,511</u>	<u>17,924</u>	<u>43,903</u>	<u>37,816</u>
NET INCOME	\$ 38,657	\$ 35,978	\$ 78,893	\$ 71,260
PER SHARE DATA				
Basic earnings.....	\$.38	\$.34	\$.77	\$.67
Diluted earnings.....	.38	.34	.77	.67
Cash Dividends per share.....	.10	.09	.20	.17
Basic weighted average number of shares outstanding.....	102,013,857	105,206,491	102,173,829	105,606,688
Diluted weighted average number of shares outstanding, including dilutive stock options.....	102,488,844	105,258,240	102,652,984	105,655,770
PERFORMANCE RATIOS				
Return on average assets.....	1.07%	1.10%	1.13%	1.11%
Return on average common equity.....	7.85%	7.49%	8.05%	7.45%