

WASHINGTON BANKING COMPANY

	CPP Disbursement Date 01/16/2009	RSSD (Holding Company) 2406174	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2010 \$ millions	2011 \$ millions	%chg from prev	
Assets	\$1,704	\$1,669	-2.1%	
Loans	\$1,210	\$1,104	-8.7%	
Construction & development	\$180	\$129	-28.6%	
Closed-end 1-4 family residential	\$117	\$117	0.3%	
Home equity	\$66	\$61	-7.0%	
Credit card	\$3	\$3	1.2%	
Other consumer	\$107	\$11	-89.9%	
Commercial & Industrial	\$101	\$104	3.5%	
Commercial real estate	\$577	\$542	-6.1%	
Unused commitments	\$181	\$179	-1.2%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$1	\$117	9375.3%	
Asset-backed securities	\$0	\$0		
Other securities	\$197	\$179	-9.4%	
Cash & balances due	\$81	\$106	30.7%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$54	\$55	2.3%	
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$51	\$43	-15.0%	
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$1,499	\$1,479	-1.3%	
Deposits	\$1,493	\$1,472	-1.4%	
Total other borrowings	\$0	\$0		
FHLB advances	\$0	\$0		
Equity				
Equity capital at quarter end	\$205	\$189	-7.6%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	-\$31	NA	
Performance Ratios				
Tier 1 leverage ratio	11.3%	10.8%	--	
Tier 1 risk based capital ratio	19.6%	17.8%	--	
Total risk based capital ratio	20.8%	19.1%	--	
Return on equity ¹	10.8%	9.5%	--	
Return on assets ¹	1.2%	1.1%	--	
Net interest margin ¹	5.5%	5.8%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	15.4%	19.9%	--	
Loss provision to net charge-offs (qtr)	133.4%	63.8%	--	
Net charge-offs to average loans and leases ¹	0.9%	1.0%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2010	2011	2010	2011
Construction & development	31.6%	23.3%	0.3%	1.0%
Closed-end 1-4 family residential	17.0%	9.3%	0.6%	0.7%
Home equity	3.8%	3.5%	0.0%	0.1%
Credit card	0.0%	0.0%	0.6%	1.0%
Other consumer	0.4%	1.7%	0.6%	0.5%
Commercial & Industrial	2.4%	1.4%	0.2%	0.0%
Commercial real estate	5.8%	8.7%	0.1%	0.1%
Total loans	10.1%	8.6%	0.2%	0.3%