

Washington Mutual has filed for bankruptcy protection... let's see what the history shows!

Washington Mutual, Inc.

Phone: (206) 461-2000
1301 Second Avenue
Seattle, WA 98101 United States

Ticker: [WM](#)

Filed for Bankruptcy on 9/26/2008
Case #08-12229, filed in the U.S. Bankruptcy Court for the District of Delaware

Latest Financial Statements as of 6/30/2008

Business Summary

Washington Mutual, Inc. (Washington Mutual) is a consumer and small business banking company with operations in United States markets. The Company is a savings and loan holding company. It owns two banking subsidiaries, Washington Mutual Bank (WMB) and Washington Mutual Bank fsb (WMBfsb), as well as numerous non-bank subsidiaries. The Company operates in four segments: the Retail Banking Group, which operates a retail bank network of 2,257 stores in California, Florida, Texas, New York, Washington, Illinois, Oregon, New Jersey, Georgia, Arizona, Colorado, Nevada, Utah, Idaho and Connecticut; the Card Services Group, which operates a nationwide credit card lending business; the Commercial Group, which conducts a multi-family and commercial real estate lending business in selected markets, and the Home Loans Group, which engages in nationwide single-family residential real estate lending, servicing and capital markets activities.

(Source: 10-K)

Employees: 43,198 (as of 6/30/2008)

Federal Tax Id: 911653725

Credit Scores

FRISK2 Score **1** 9/28/2008
Probability of default range: 21.0% - 50.0%

Auditor Information

Last Audit: 12/31/2007
Auditors: Deloitte & Touche, LLP (Deloitte Haskins & Sells)
Opinion: **Unqualified**

Agency Credit Ratings

Rating Agency	Long Term Rating	Outlook	Short Term Rating	Watch
Moody's	Caa2	Rating(s) Under Review		ON
S&P	D	NM	D	NM

Second Quarter and Year-to-Date Results

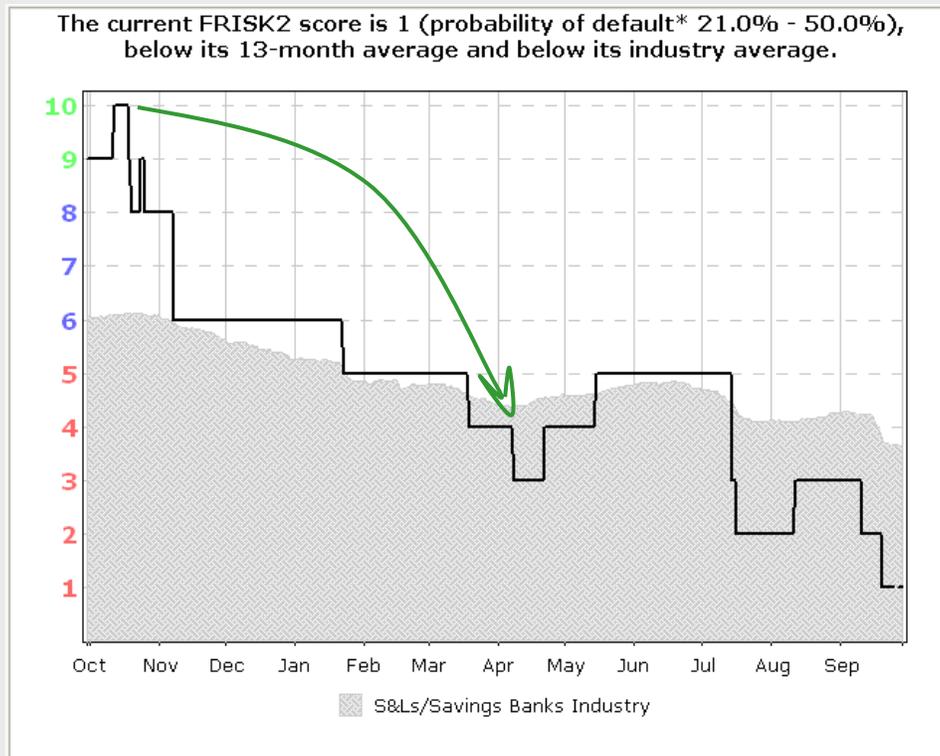
Sales for the 3 months ended 6/30/2008 decreased 11.50% to \$4.20 billion from last year's comparable period amount of \$4.75 billion. Sales for the 6 months ended 6/30/2008 decreased 9.87% to \$8.79 billion from \$9.76 billion for the same period last year.

Gross profit margin increased 12.88% for the period to \$2.30 billion (54.64% of revenues) from \$2.03 billion (42.84% of revenues) for the same period last year. Gross profit margin increased 8.65% for the year-to-date period to \$4.47 billion (50.85% of revenues) from \$4.12 billion (42.18% of revenues) for the comparable

CreditRiskMonitor

(845) 230-3000
info@crmz.com

The FRISK2 score moved down from a "10" to a very risky "4" in only five months...
 ...time for IMMEDIATE ACTION



	FRISK2	Probability of default within 12 months	
		From	To
Best	10	0%	0.3%
	9	0.3%	0.4%
	8	0.4%	0.9%
	7	0.9%	1.9%
	6	1.9%	3.7%
	5	3.7%	7.4%
	4	7.4%	10.1%
	3	10.1%	14.1%
	2	14.1%	21.0%
	Worst	1	21.0%

Want an automatic alert this is happening?

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CreditRiskMonitor

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 info@crmz.com

...Let's see what CreditRiskMonitor's News Alerts would have showed you...

Files Chapter 11...

Operations acquired by JPMorgan...

Ratings downgrades...

New CEO...

Net Income down 500%...

President of Retail Banking terminated...

Net Income down 245%...

Job cutbacks & Falling stock price...

Ratings continue to fall...

Increased probability of sale...

Looking to sell or raise additional capital...

Class action suit...

Board cuts executive's incentives...

Chief Risk Officer Terminated...

Possible sale...

Looking to raise additional capital...

#	Date	Source	Headline
3	9/27/2008	CRM News Service	Washington Mutual, Inc. -- updated Moody's rating available
4	9/26/2008	Business Wire	Washington Mutual, Inc. Files Chapter 11 Case
6	9/26/2008	CRM News Service	Wachovia reportedly in talks with Citigroup
7	9/26/2008	CRM News Service	Washington Mutual, Inc. -- updated S&P ratings available
8	9/26/2008	Moody's Investors Service	Moody's downgrades WaMu holdco senior to Caa2, bank senior to Ca
11	9/26/2008	Business Wire	JPMorgan Chase Acquires Washington Mutual Bank's Operations
13	9/25/2008	Business Wire	JPMorgan Chase Acquires the Deposits, Assets and Certain Liabilities of Washington Mutual's Banking Operations
14	9/25/2008	CRM News Service	J.P. Morgan to Take Over Faltering WaMu
15	9/25/2008	CRM News Service	WaMu Explores Being Bought By a Private-Equity Player
16	9/24/2008	Business Wire	Fitch: Partial Sale Increasingly Likely for WaMu; IDR Downgraded to 'B-'
17	9/24/2008	CRM News Service	Washington Mutual, Inc. -- updated S&P ratings available
18	9/23/2008	CRM News Service	WASHINGTON MUTUAL, INC FILES (8-K) Disclosing Entry into a Material Definitive Agreement
19	9/23/2008	CRM News Service	Washington Mutual, Inc. -- updated Moody's rating available
20	9/18/2008	CRM News Service	WaMu's Rescue Effort Gets a Boost
21	9/16/2008	CRM News Service	Washington Mutual, Inc. -- updated S&P ratings available
25	9/11/2008	Business Wire	WaMu Responds to Moody's Downgrades
49	7/24/2008	PR Newswire	FiSpace.Net Provides Investor Social Networking for Shareholders of Banking Stocks WB, WM, USB, WFC, C, and STI
47	9/11/2008	Moody's Investors Service	Moody's downgrades waMu ratings; outlook negative
28	9/11/2008	Business Wire	Fitch Downgrades Washington Mutual to 'BBB-'; Outlook Negative
31	9/10/2008	CRM News Service	Washington Mutual, Inc. -- updated S&P ratings available
32	9/8/2008	Business Wire	Alan H. Fishman Joins Washington Mutual as Chief Executive Officer
33	8/11/2008	CRM News Service	WASHINGTON MUTUAL, INC: a Form 10-Q has been Filed with the SEC
46	7/29/2008	PrimeNewswire	Keller Rohrback L.L.P. Announces Class Certified in Washington Mutual, Inc. ERISA Pension Plan Litigation -- WM
47	7/25/2008	CRM News Service	WaMu Bond Risk Climbs to Record Amid Mortgage
48	7/24/2008	CRM News Service	Washington Mutual, Inc. -- updated financials available
49	7/24/2008	PR Newswire	FiSpace.Net Provides Investor Social Networking for Shareholders of Banking Stocks WB, WM, USB, WFC, C, and STI
54	7/22/2008	CRM News Service	WASHINGTON MUTUAL, INC FILES (8-K) Disclosing Change in Directors or Principal Officers
57	6/30/2008	CRM News Service	WASHINGTON MUTUAL, INC FILES (8-K) Disclosing Change in Directors or Principal Officers
62	5/2/2008	CRM News Service	WASHINGTON MUTUAL, INC FILES (8-K) Disclosing Change in Directors or Principal Officers
64	4/16/2008	CRM News Service	WaMu Revises Pay Plan And a Director Resigns As Holders Press Change
65	4/16/2008	CRM News Service	Washington Mutual, Inc. -- updated financials available
72	4/8/2008	CRM News Service	WaMu: Opening the Door To a Sale?
73	4/8/2008	CRM News Service	Washington Mutual to cut 3,000 home loan jobs
78	3/13/2008	CRM News Service	WaMu Stakeholder Wants Piece of Any Capital Move
79	3/7/2008	CRM News Service	Regulators Push the Banks

...need more depth? Look at the Performance Ratios...
 ...Continual Degradation in Operating Margin,
 EBITDA, and Income/Loss...

Performance Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 6/30/2008	3 mos 3/31/2008	3 mos 12/31/2007	3 mos 9/30/2007	3 mos 6/30/2007
Net sales \$	\$4,202,000	\$4,591,000	\$4,876,000	\$4,856,000	\$4,748,000
% change	-8.47%	-5.84%	0.41%	2.27%	-5.19%
Gross margin \$	\$2,296,000	\$2,175,000	\$2,047,000	\$2,014,000	\$2,034,000
% change	5.56%	6.25%	1.64%	-0.98%	-2.26%
% of sales	54.64%	47.38%	41.98%	41.47%	42.84%
Operating margin \$	(\$3,617,000)	(\$1,336,000)	\$513,000	\$1,047,000	\$1,662,000
% change	-170.73%	-360.43%	-51.00%	-37.00%	-10.02%
% of sales	-86.08%	-29.10%	10.52%	21.56%	35.00%
EBITDA \$	(\$5,474,000)	(\$1,904,000)	(\$2,266,000)	\$293,000	\$1,383,000
% change	-187.50%	15.96%	873.38%	-78.81%	-1.43%
% of sales	-130.27%	-41.47%	-46.47%	6.03%	29.13%
Pre-tax income \$	(\$5,534,000)	(\$1,994,000)	(\$2,353,000)	\$182,000	\$1,240,000
% change	-177.53%	15.26%	-1392.86%	-85.32%	0.00%
% of sales	-131.70%	-43.43%	-48.26%	3.75%	26.12%
Net income (loss) \$	(\$3,328,000)	(\$1,138,000)	(\$1,867,000)	\$186,000	\$830,000
% change	-192.44%	39.05%	-1103.76%	-77.59%	5.87%
% of sales	-144.95%	-52.32%	-91.21%	9.24%	40.81%
Tax expense \$	(\$2,206,000)	(\$856,000)	(\$486,000)	(\$4,000)	\$410,000
Effective tax rate	39.86%	42.93%	20.65%	-2.20%	33.06%
Depreciation expense \$	\$60,000	\$90,000	\$87,000	\$111,000	\$143,000
% of sales	1.43%	1.96%	1.78%	2.29%	3.01%
Free cash flow \$	\$3,033,000	\$3,333,000	\$5,130,000	(\$1,188,000)	\$3,455,000
% change	-9.00%	-35.03%	531.82%	-134.38%	1051.67%
Source:	10-Q 8/11/2008	10-Q 5/12/2008	10-K 2/29/2008	10-Q 11/9/2007	10-Q 8/9/2007