

NORTHWEST BANCORP, INC.



ANNUAL REPORT
JUNE 30, 2005

*A Growing Financial Services Company
Where People Make the Difference.*

COUNTIES SERVED



Northwest Savings Bank



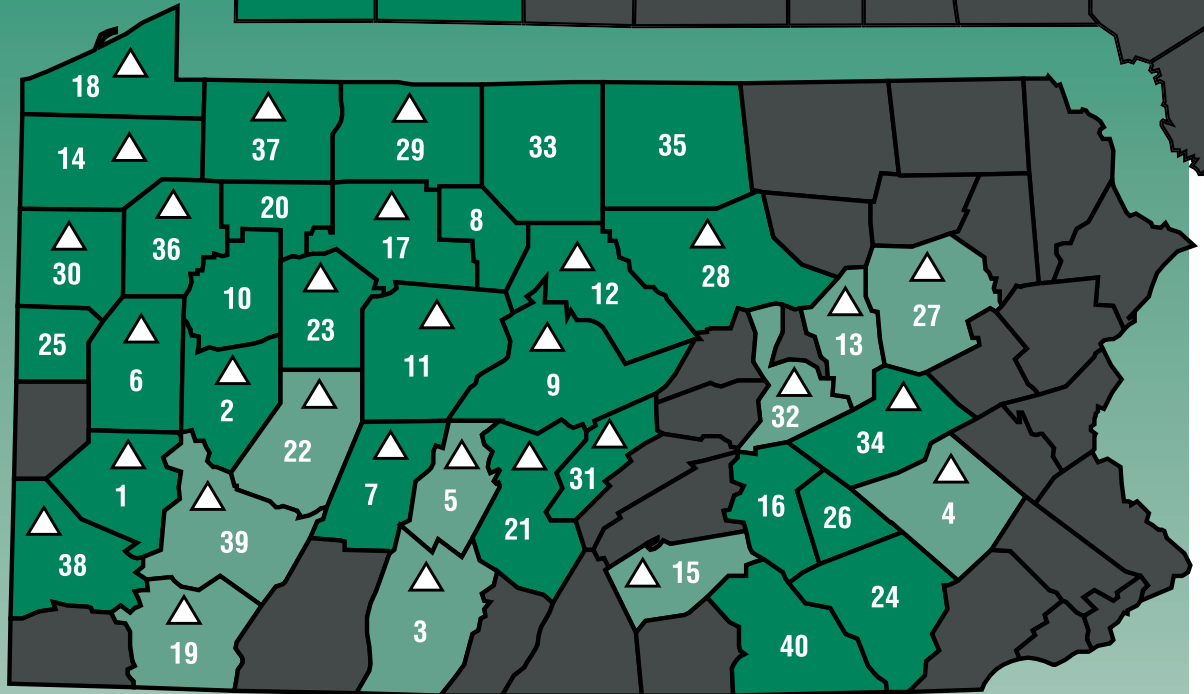
Northwest Consumer Finance

Ohio

1. Ashtabula
2. Lake
3. Geauga

New York

1. Cattaraugus
2. Chautauqua
3. Erie



Maryland

1. Howard
2. Baltimore

Pennsylvania

- | | | | | |
|--------------|----------------|----------------|--------------------|------------------|
| 1. Allegheny | 9. Centre | 17. Elk | 25. Lawrence | 33. Potter |
| 2. Armstrong | 10. Clarion | 18. Erie | 26. Lebanon | 34. Schuylkill |
| 3. Bedford | 11. Clearfield | 19. Fayette | 27. Luzerne | 35. Tioga |
| 4. Berks | 12. Clinton | 20. Forest | 28. Lycoming | 36. Venango |
| 5. Blair | 13. Columbia | 21. Huntingdon | 29. McKean | 37. Warren |
| 6. Butler | 14. Crawford | 22. Indiana | 30. Mercer | 38. Washington |
| 7. Cambria | 15. Cumberland | 23. Jefferson | 31. Mifflin | 39. Westmoreland |
| 8. Cameron | 16. Dauphin | 24. Lancaster | 32. Northumberland | 40. York |

LETTER TO SHAREHOLDERS

Dear Shareholders,

The fiscal year ended June 30, 2005 was another year of significant achievement for Northwest Bancorp, Inc. The year was highlighted by record earnings, significant growth in both our balance sheet and assets under management and the addition of nine new retail offices to our growing retail franchise.

Looking first at our operating performance, we were pleased to report the eleventh consecutive year of increased core earnings since our initial public offering in 1994. This year's operations were highlighted by the following:

- Record earnings of \$55.8 million which were \$5.7 million, or 11.4%, higher than prior year earnings when prior year earnings are adjusted for impairment changes and a \$2.0 million gain on sale of assets relating to the acquisition of Bell Federal Savings.
- Our key financial ratios remained consistent with our past as return on average shareholders' equity was 9.91% and return on average assets was 0.88%.
- Assets grew by \$532 million, or 9.6%.

The growth in assets resulted primarily from the acquisition of Leeds Federal Savings and First Carnegie Deposit. These institutions previously were owned by our mutual holding company, Northwest Bancorp, MHC, and were transferred to Northwest Bancorp, Inc. in exchange for 2.4 million shares of the common stock of Northwest Bancorp, Inc. Leeds provided two offices and assets of \$459 million in the growing Baltimore market while First Carnegie provided assets of \$102 million and three offices that complimented our existing franchise in the greater Pittsburgh market. The acquisitions of both of these institutions were completed at very attractive pricing levels that enhanced our earnings and the value of our franchise.

Along with the mergers of Leeds and First Carnegie, we made significant progress in streamlining our operation by consolidating Jamestown Savings Bank with Northwest Savings Bank in May of this year. With this merger we fulfilled a long-awaited goal of operating only one bank with a single brand and a common strategic direction. We now look forward to realizing the efficiencies from this merger in the form of lower operating costs, simplified financial reporting and reduced regulatory burden.

Continuing with the subject of franchise growth, we were pleased to open new offices in the Pennsylvania communities of State College, Hanover and Hershey and in the New York communities of Cheektowaga and Blasdell. The new facilities in Pennsylvania are in markets that are growing both economically and demographically. The new offices in New York are located in the southern suburbs of Buffalo which we believe offer great opportunities for the Northwest franchise.

In addition to our de novo growth, we continued to pursue opportunities to grow through acquisition. However, given the aggressive pricing structure currently affecting the acquisition markets, most transactions did not meet our pricing requirements. We were successful however with one of our pursuits, and in May of

LETTER TO SHAREHOLDERS

this year, announced the proposed acquisition of Equinox Bank in Pembroke Pines, Florida. The Equinox acquisition, which we anticipate closing in October 2005, provides an entrance to the desirable southeast Florida market. With assets of \$90 million and one office in Pembroke Pines, it is not a large acquisition for Northwest. However, it presents an opportunity to test the Florida market and if we choose to do so, branch anywhere in the state.

Our Investment and Trust Services Division continued to grow by increasing assets under management by \$185 million or 29%. We continue to experience strong demand for the products and services delivered by our investment advisors who specialize in providing programs tailored to the customer's needs. In addition to providing exceptional customer service, our professionals posted another strong year of investment performance, realizing returns that again exceeded market averages.

Our Operations Division had a busy year in which they promoted our direct banking channels and initiated a new service, Premium Payment Protection. As a result of the promotion of direct banking, 25% of our checking customers now use Internet banking and 20% of our Internet banking customers now use bill payment. Our new Premium Payment Protection program, which was initiated in April 2005, protects creditworthy customers from having their checks returned in the event of an overdraft. Our customers have embraced this program as it enables them to avoid both the embarrassment of a returned check and the additional fees charged by the vendor. It also has proven to be a significant source of fee income for our company.

Another notable event this past year was the completion of two new corporate office facilities in Warren, Pennsylvania. These new facilities, which provide 115,000 square feet of office space, have improved both the efficiency and the security of our operations.

While credit quality continues to be a concern for the banking industry as a whole, we have remained vigilant in our credit oversight and the quality of our asset portfolio continues to be strong. Our ratio of non-performing assets to total assets, at 0.64%, remains at levels consistent with the past. We did experience loan losses that were higher than usual this past year but this increase was primarily attributable to the disposition of several large credits that had been classified as problem credits for several years.

Retirement called another key member of our management team this year. Raymond R. Parry, Executive Vice President of our Lending Division, retired on June 29, 2005 after 23 years of service. Ray started with Northwest in 1982 with the intent of developing a consumer lending division and a consumer finance subsidiary. During Ray's tenure, the bank's consumer loan portfolio grew to \$1 billion and the consumer finance subsidiary added 49 offices and assets of \$137 million. In addition to his contribution in growing our consumer lending presence, Ray contributed greatly to the strong credit culture that exists in our company. We will miss Ray's energy, enthusiasm and leadership and we wish him health and happiness in his retirement. Mr. Parry's duties in retail lending have been assumed by James O. Eddy, a thirty-six year

(Continued on next page)

LETTER TO SHAREHOLDERS

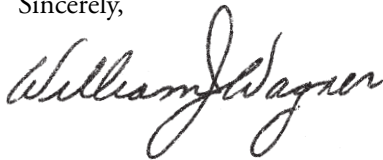
veteran of our company. Mr. Parry's duties as Chief Executive Officer of our consumer finance subsidiary have been assumed by John E. Hall, a twenty-five year veteran of Northwest. We have confidence that these two individuals will continue Northwest's tradition of excellence in the area of retail lending.

Although the activities of the past year are the focus of this report, we would also like to recognize the success of our company over the past decade. On the pages following this letter we have presented several graphs that illustrate the performance of our company for the past ten years. You will note that we have grown our assets by 250% from \$1.8 billion to \$6.3 billion and that our core earnings have grown by 219% from \$17.5 million to \$55.8 million. While we are proud of these improvements and their impact on enhancing shareholder value, we recognize that our earnings growth during the past decade has been fueled principally by the growth in our assets and not by major changes in our business model. As a result, our key financial ratios, although at acceptable levels, remain below those of high performing banks. With this in mind, we intend to focus in upcoming years on improving our business model with the goal of achieving a higher level of profitability. The first step in changing our focus occurred several months ago when we announced the designation of a Regional President for each of our six major geographic markets. These Regional Presidents will direct the business development efforts of our commercial lending, retail banking, business services and investment and trust services divisions in an effort to restructure our balance sheet and improve our profit margins.

In addition to our focus on profitability improvement, we remain attentive to other opportunities which could benefit shareholder value. In this regard, on August 23, 2005 we announced that our Board of Directors had authorized the repurchase of 5%, or approximately one million, of our publicly traded shares. With continued strong earnings, tangible capital levels approaching 7%, and our stock trading at relatively low multiples, we determined that it made economic sense for our company to initiate a buyback program.

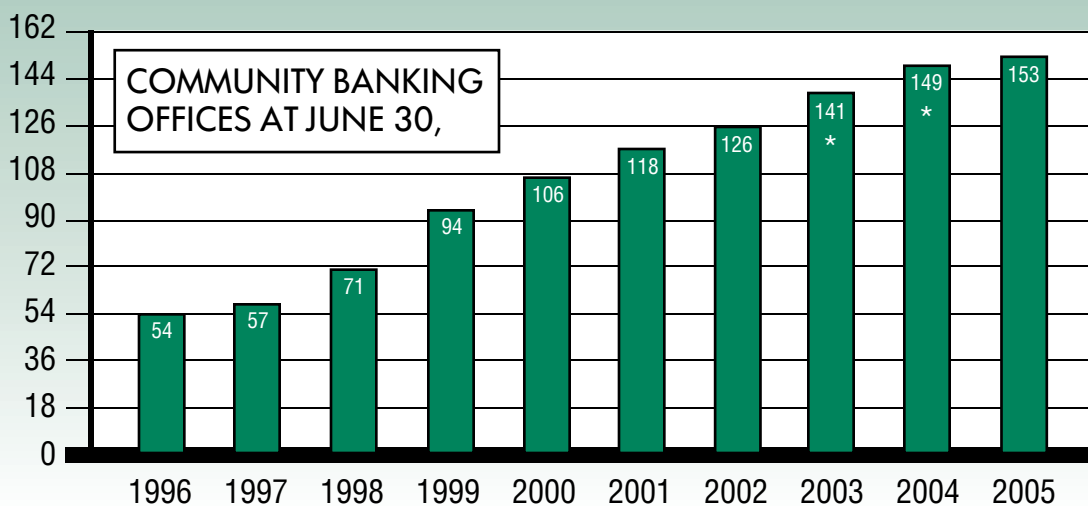
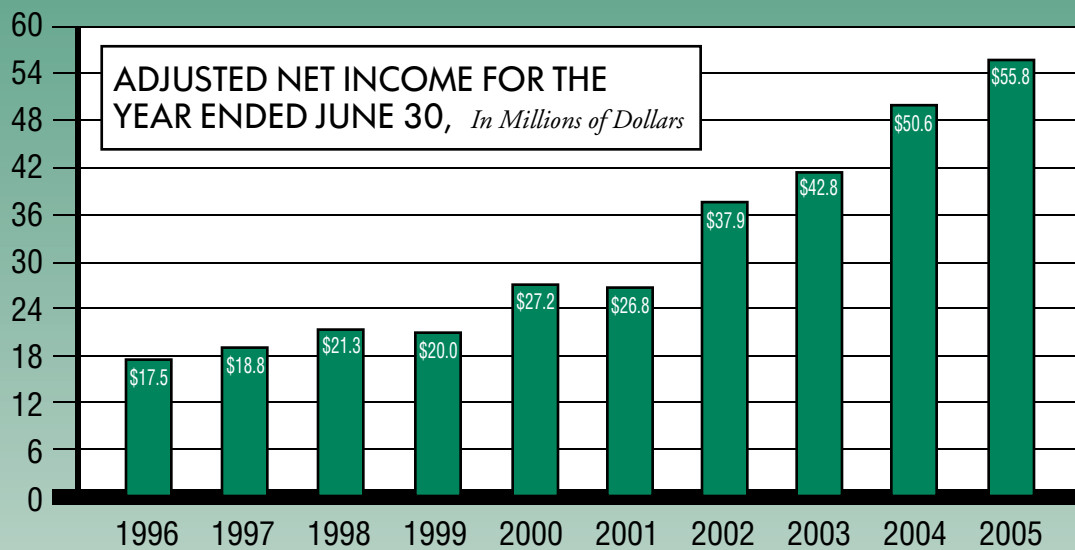
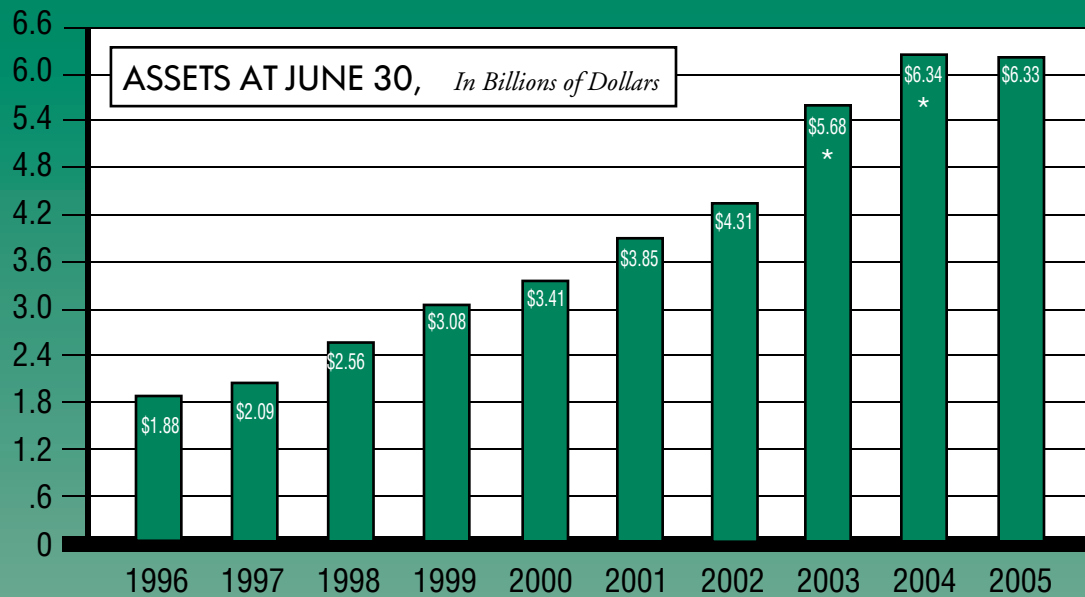
On behalf of the Board of Directors, management and all 1,800 employees of our company, I thank you for your continued support of Northwest Bancorp, Inc.

Sincerely,



William J. Wagner
President & CEO

TEN YEAR HISTORY



* Numbers are restated to include the acquisition of Leeds Federal Savings Bank and First Carnegie Deposit

FINANCIAL HIGHLIGHTS

NORTHWEST BANCORP, INC. AND SUBSIDIARIES

At year end June 30,	2005	2004	2003
Total Assets	\$6,330,482,000	\$6,343,248,000	\$5,681,695,000
Loans Receivable, Net	\$4,376,884,000	\$4,053,941,000	\$3,429,874,000
Deposits	\$5,187,946,000	\$5,191,621,000	\$4,678,499,000
Shareholders' Equity	\$582,190,000	\$550,472,000	\$395,074,000
Book Value Per Share	\$11.45	\$11.48	\$8.31
Last Trade Price	\$21.26	\$22.90	\$16.03

For the year ended June 30,	2005	2004	2003
Net Interest Income	\$183,777,000	\$165,764,000	\$140,510,000
Net Income	\$55,804,000	\$42,650,000	\$26,063,000
Goodwill Impairment	—	\$7,904,000	\$16,771,000
Adjusted Net Income	\$55,804,000	\$50,554,000	\$42,834,000
Diluted Earnings Per Share	\$1.11	\$0.88	\$0.54
Dividends Per Share	\$0.48	\$0.40	\$0.32

Key Financial Ratios for the year ended June 30,	2005	2004	2003
Adjusted Return on Average Shareholders' Equity	9.91%	9.80%	11.92%
Adjusted Return on Average Assets	0.88%	0.81%	0.84%
Average Interest Rate Spread	3.07%	2.83%	2.85%
Nonperforming Assets to Total Assets at End of Period	0.64%	0.57%	0.68%
Allowance for Loan Losses to Nonperforming Loans at End of Period	93.91%	94.35%	82.93%

Other Data at June 30,	2005	2004	2003
Number of:			
Community Banking Offices	153	149	141
Consumer Finance Offices	49	49	47
Full Time Equivalent Employees	1,656	1,645	1,489
Registered Shareholders ⁽¹⁾	7,450	7,334	4,087

⁽¹⁾ Excludes shareholders who own their stock in "street name."

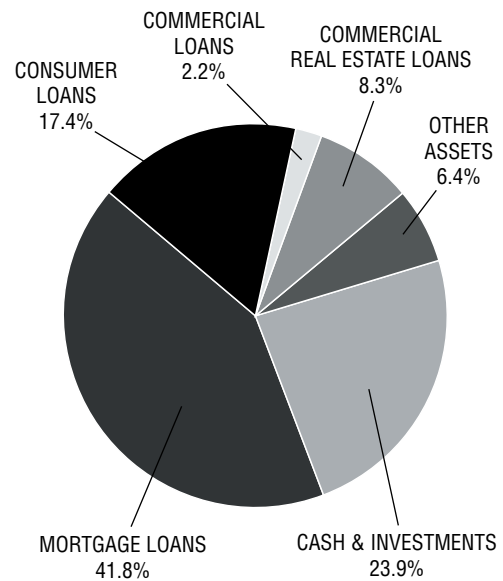
CORPORATE PROFILE

Northwest Bancorp, Inc. is a bank holding company, which owns and operates Northwest Savings Bank, a Pennsylvania chartered savings bank headquartered in Warren, Pennsylvania. As of June 30, 2005, the Company had assets of \$6.3 billion. Through this subsidiary, the Company operates 153 retail-banking locations and 264 Automated Teller Machines (ATMs) in Pennsylvania, northeastern Ohio, western New York, and northern Maryland. As demonstrated by the graphs on this page, our primary business lines involve gathering funds from deposits or borrowings and investing these funds in loans and investment securities.

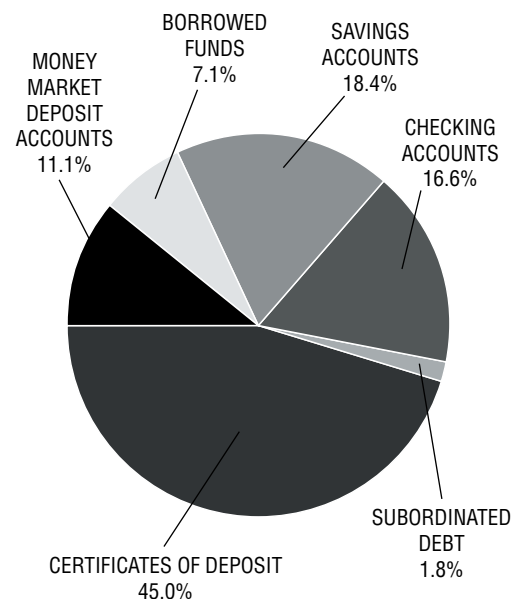
Aside from its full-service retail banking institution, Northwest Bancorp, Inc. also operates a consumer finance company, Northwest Consumer Discount Company, with offices in 47 locations in Pennsylvania and 2 locations in New York. Northwest Consumer Discount Company specializes in assisting customers with their credit needs. As of June 30, 2005, Northwest Consumer Discount Company had loans outstanding of \$137 million.

Over the past six years Northwest Bancorp, Inc. has expanded its business lines by offering trust, investment management and brokerage services. While these services are currently offered in limited markets, we plan to continue to expand our geographic coverage which will provide additional fee income for the Company.

INVESTMENT OF FUNDS



SOURCES OF FUNDS



Northwest Business Lines

COMMERCIAL LENDING

Northwest's commercial lending unit is committed to growth and profit enhancement by:

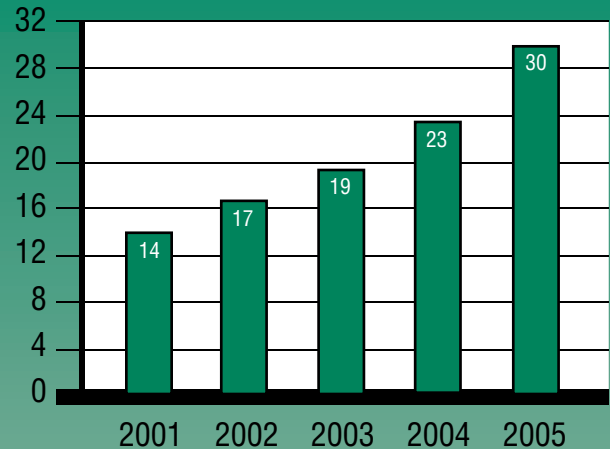
- Offering a consistent approach to lending with an emphasis on building customer relationships
- Providing a comprehensive array of financial solutions for businesses
- Providing exceptional service with local decision making and personal attention
- Diversifying our commercial loan portfolio while maintaining quality credit relationships

The Commercial Lending Division features experienced commercial lenders that are focused on developing long-term working relationships with our business customers. These lenders not only serve the needs of business customers in their respective markets, but also volunteer their time to support a variety of local business, community, social and non-profit organizations.

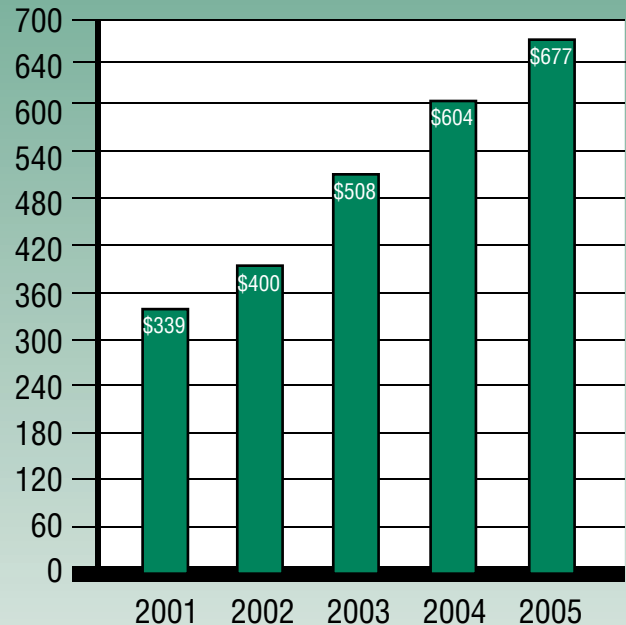
Our customers benefit from relationship banking, with custom-tailored products and services, local decision making and ready access to senior officers. We are confident that Northwest's niche will continue to be the personal attention provided by our highly-qualified commercial lenders and our steadfast commitment to our communities.

During fiscal year 2005, the commercial loan portfolio continued to be one of Northwest's fastest growing market sectors.

NUMBER OF COMMERCIAL LENDERS AT JUNE 30,



COMMERCIAL LOANS AT JUNE 30, *In Millions of Dollars*



Northwest Business Lines

BUSINESS SERVICES

Northwest Savings Bank is committed to growing business deposit relationships as a strategic initiative.

Business Services is designed to reach the following objectives:

- Attract low-cost funding
- Generate more fee income producing opportunities
- Provide clients with tools to efficiently manage their cash, reduce costs, enhance control and optimize returns

Northwest Savings Bank offers a variety of checking products for all types of businesses. An Investment “Sweep Account” is a product offered to businesses requiring more sophisticated cash management needs.

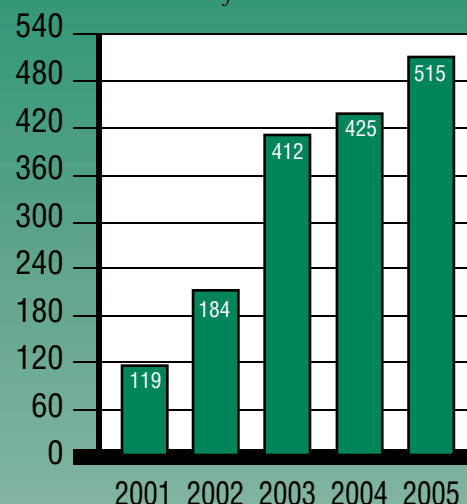
Businesses may also take advantage of a VISA® - Branded Check Card and Platinum VISA Business Credit Card both of which provide affordability, convenience and control for any size business.

Northwest Savings Bank has a wide variety of electronic banking services to meet the needs of our business clients. A Merchant Service program allows businesses to benefit from today’s expanded consumer credit/debit card market. In addition, direct deposit services are available as a low-cost method for businesses to pay their employees. Northwest Savings Bank also offers a 24/7 Internet Banking Service. This allows customers the convenience of banking in the comfort and privacy of their own office.

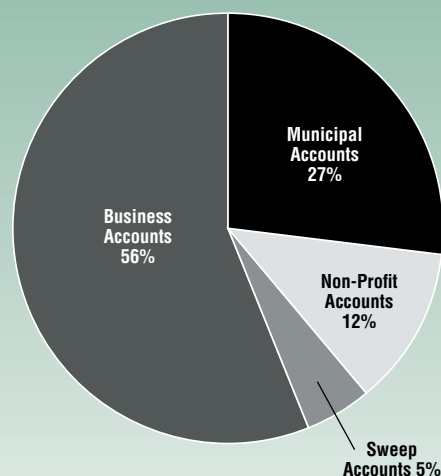
Northwest Savings Bank continues to be committed to providing low-cost, convenient products and services to our business clientele in the communities that we serve.

BUSINESS AND MUNICIPAL DEPOSIT BALANCES AT JUNE 30,

In Millions of Dollars



BUSINESS DEPOSIT MIX



Northwest Business Lines

COMMUNITY BANKING

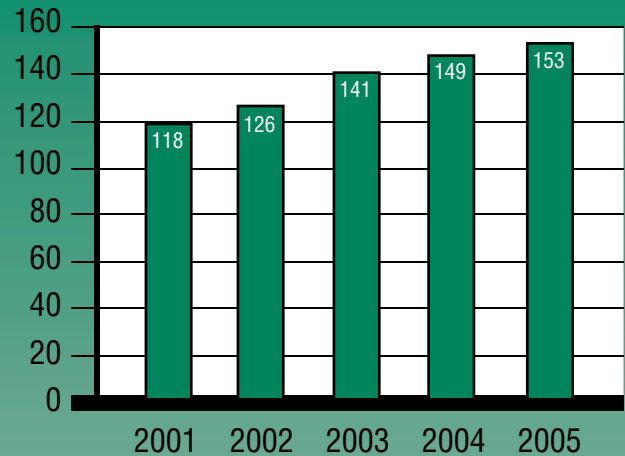
The following goals and objectives have provided continued success in the growth of our community banking business:

- Promoting our brand as a bank “Where people make the difference”
- Providing service that exceeds our customers’ expectations
- Helping our customers fulfill their financial goals
- Soliciting new customers with attractive pricing, word of mouth advertising and active involvement in our communities
- Adding new locations that fit within our strategic footprint and match our strategic initiatives
- Providing quality employment opportunities in the communities we serve

Our Community Banking Division operates 153 community banking offices in Pennsylvania, New York, Ohio and Maryland. Our franchise has grown significantly over recent years as we have made strategic acquisitions and opened offices in new areas. During the fiscal year ending June 30, 2005, Northwest capitalized on a variety of expansion opportunities to increase the value of our franchise and bring our financial products and services to a larger geographic area. These expansion opportunities included the integration of Leeds Federal Savings Bank with two offices in the Baltimore, Maryland market, and the acquisition of First Carnegie Deposit with three offices to compliment our greater Pittsburgh market. We also opened new offices in the Pennsylvania communities of State College, Hanover and Hershey and in the Buffalo, New York communities of Cheektowaga and Blasdell.

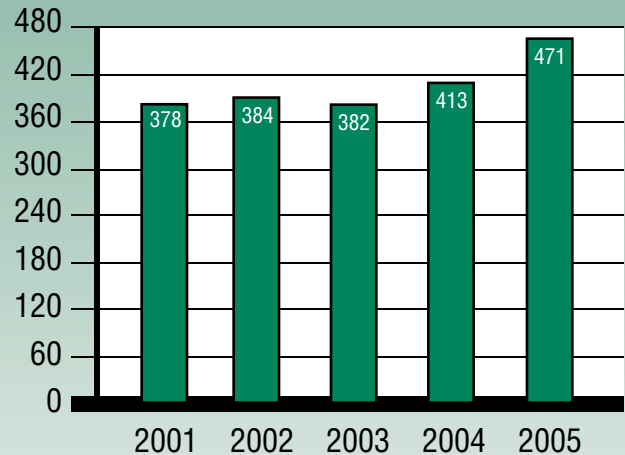
Our strategic plan for Community Banking focuses on controlled expansion designed to take advantage of operating efficiencies. We remain committed to quality customer service and local decision making, which has always been our signature as a true community banking organization.

COMMUNITY BANKING OFFICES



Where people make the difference.

NUMBER OF CUSTOMERS AT JUNE 30, *In Thousands*



Northwest Business Lines

CONSUMER FINANCE

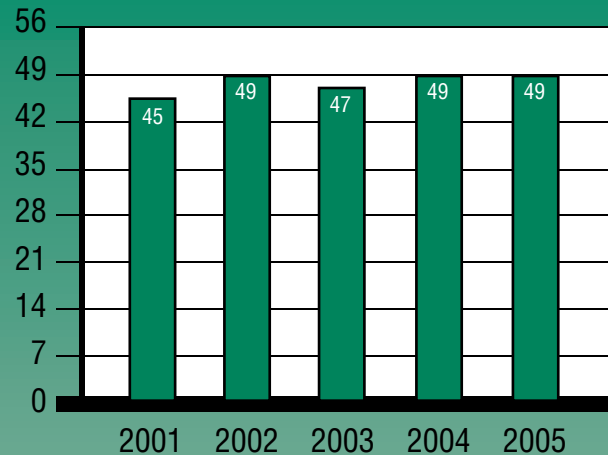
The strengths of our consumer finance business result from:

- Statewide recognition as a premier lender in the field of consumer finance
- Superior customer service
- Strategic locations in small communities where we know our customers and their needs
- Offices staffed by local individuals that are active in and concerned about their communities
- An emphasis on growth without sacrificing credit quality

Northwest Bancorp, Inc. operates 47 consumer finance offices in Pennsylvania and two offices in the state of New York through the Company's subsidiary, Northwest Consumer Discount Company. These offices specialize in assisting customers with their credit needs.

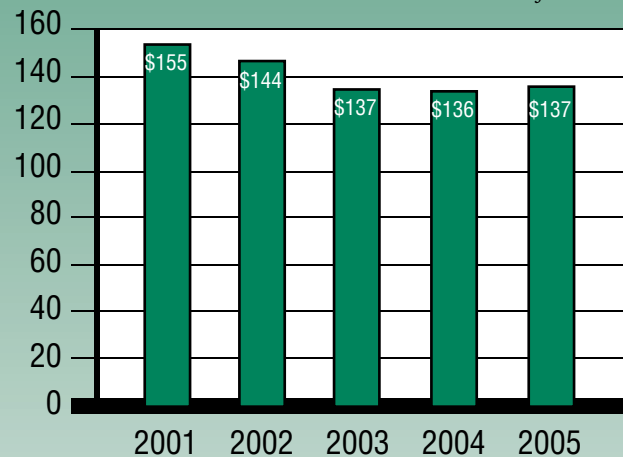
Looking ahead, we plan to grow our franchise of consumer finance offices as opportunities arise. We will keep an attentive eye on credit quality to keep our credit losses within acceptable limits.

NUMBER OF CONSUMER FINANCE OFFICES



CONSUMER FINANCE LOANS

In Millions of Dollars



Northwest Business Lines

DEPOSIT PRODUCTS & SERVICES

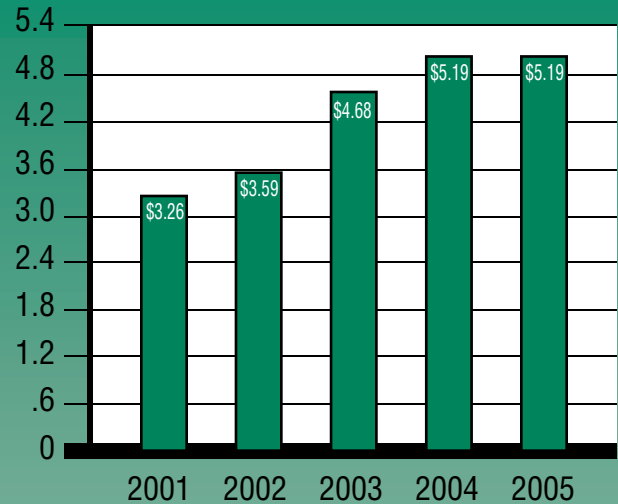
Northwest has demonstrated consistent success in the accumulation of deposits with the following goals in mind:

- Developing long-term customer relationships
- Offering products that are simple and affordable
- Offering competitive interest rates and fees
- Operating as a family financial center with products for every generation

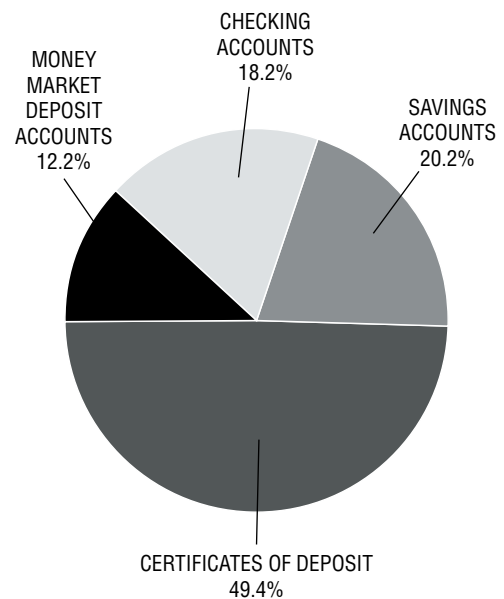
Northwest has continued to experience exceptional internal growth in our deposit products as we enter new markets and increase market share in existing markets. This growth has been the result of the enhancement of Northwest's traditional services such as checking accounts, savings accounts, retirement accounts and certificates of deposit with features like direct deposit, ATM and check card services, overdraft protection, telephone banking, and Internet banking.

Going forward, we will continue to emphasize competitive products and services that meet our customers' financial needs. We will also focus on further developing customer relationships to provide their complete deposit needs and to support the future growth of our company.

DEPOSIT BALANCES AT JUNE 30, *In Billions of Dollars*



DEPOSIT MIX AT JUNE 30, 2005



Northwest Business Lines

RETAIL LENDING

Northwest is recognized as the leading provider of consumer and mortgage loans in its primary markets.

Northwest's success in retail lending results from the following strengths:

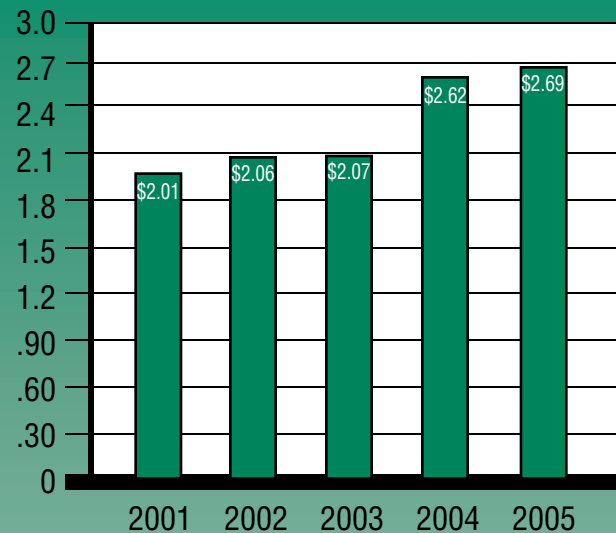
- Knowing our customers and providing them with quality customer service
- Empowering our local lenders to make lending decisions
- Retaining the servicing of the mortgages originated by our community offices
- Remaining vigilant in maintaining high asset quality
- Providing simple but competitive loan products
- Excelling in student lending and construction lending, two business lines not offered by many financial institutions

The Retail Lending Division is responsible for originating mortgage and consumer loans primarily through the Company's community banking offices. To a lesser degree, the Retail Lending Division originates mortgage loans using correspondent third-party lenders and originates automobile loans through independent auto dealerships. We also accept loan applications through our telephone banking center as well as via the Internet. We are proud to note that we are recognized as the premier mortgage and consumer lender in many of our markets.

Looking to the future, our Retail Lending Division will focus on utilizing technology to streamline the lending process and enable our employees to provide better customer service. In addition, we plan to increase our presence in new markets so that we are recognized in each of these markets as the premier retail lender.

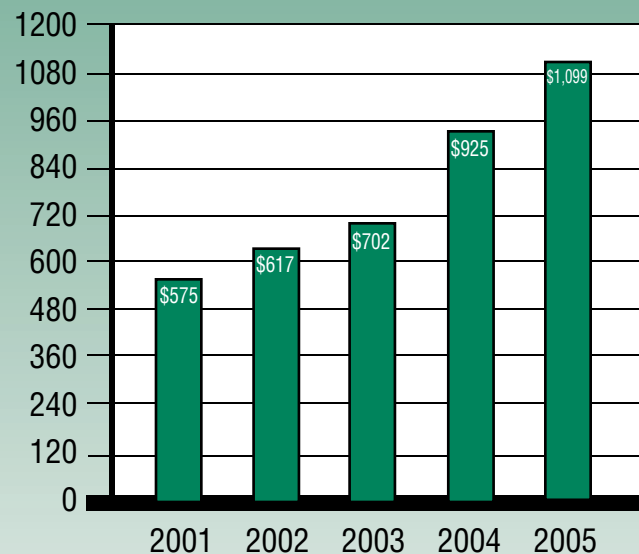
MORTGAGE LOANS AT JUNE 30,

In Billions of Dollars



CONSUMER LOANS AT JUNE 30,

In Millions of Dollars



Northwest Business Lines

INVESTMENT, EMPLOYEE BENEFIT & TRUST SERVICES

Northwest's strength in offering financial management solutions results from:

- Providing an expanded range of products and services that encompasses full-service and discount brokerage, estate services, pension and 401K services and investment management and trust services
- Its dedicated staff of investment, brokerage, employee benefit and trust professionals providing services that compliment our customers' personal and business needs
- Managing over \$815 million in combined brokerage, investment management and trust assets
- Exceptional service with local decision-making and personal attention
- Preserving our clients' investments in down markets
- Providing retirement solutions for nearly 375 area businesses and companies

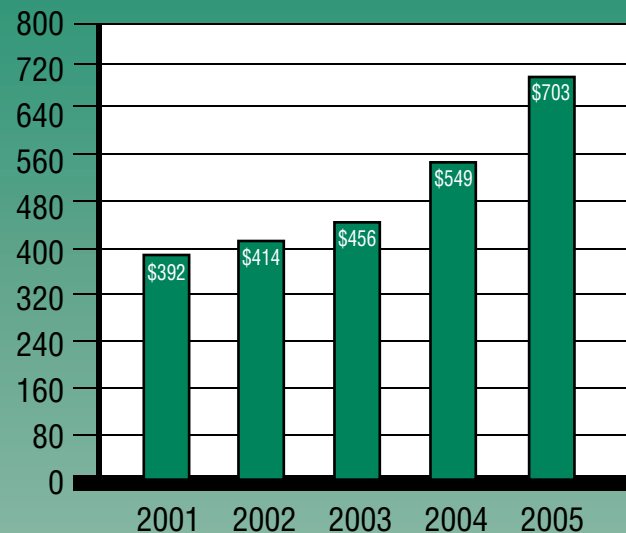
2005 marked Northwest's sixth year of providing Investment, Brokerage, Trust and Employee Benefit services. Our commitment remains to provide the best service and advice available to our clients and to offer a full compliment of financial services. Our goal is to improve our customers' financial well-being so that they may enjoy a financially secure future.

Northwest trust offices are located in Erie, Warren, Grove City and State College, and expansion is planned throughout the Company's market area. The Investment and Trust Services Division now employs 27 full time trust and investment professionals.

(Continued on next page)

**TRUST ASSETS
AT JUNE 30,**

In Millions of Dollars



- Charitable Trusts
- Custodial Accounts
- Employee Benefit Plans
- Estate Settlement
- Financial Planning
- Investment Management
- IRAs
- IRA Rollovers
- Personal Trusts
- Retirement Plans



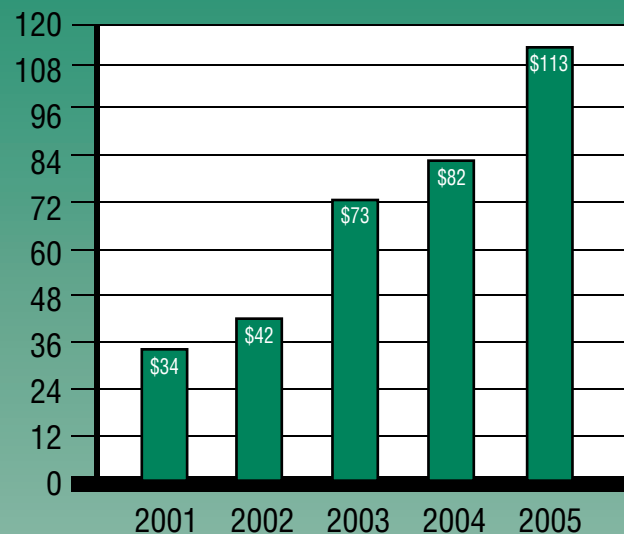
*Northwest Business Lines***INVESTMENT, EMPLOYEE BENEFIT
& TRUST SERVICES**

Northwest Financial Services employs 13 licensed securities representatives in Erie, Franklin, Hershey, State College, Pittsburgh, York and Warren, Pennsylvania, and Baltimore, Maryland and also has plans to expand brokerage services throughout the Company's market area.

Over its six year history, Northwest has grown to over \$700 million in trust assets under management or administration, and in 2004 was ranked in the top 25 Trust Institutions in Pennsylvania for total fiduciary assets managed. This success is attributable to the convenience, expertise and product availability typically found at larger banks, while providing the service, advice and personal attention of a community oriented financial institution.

Also, Northwest's Employee Benefit service firm, Boetger & Associates has allowed Northwest to offer a complete solution for employee benefit plan clients which includes consulting, actuarial services, plan design, implementation, administration and record keeping services. Its staff of 19 professionals includes three ERISA certified actuaries, a CPA, nine pension consultants and analysts, and a complete support staff. Boetger and Associates operates offices in Erie and Pittsburgh.

Going forward, the Company's focus will be to continue to expand the financial services area, along both geographic and product lines. This will be accomplished by developing the unit into a cohesive and comprehensive financial and wealth management group which will provide high quality products and services to its clients.

**BROKERAGE ASSETS
AT JUNE 30,***In Millions of Dollars*

Stocks • Bonds • Mutual Funds
Tax Deferred Annuities
Tax Free Bonds
Comprehensive Financial Analysis
Deductible IRAs
Roth IRAs • Rollover IRAs
529 Plans

Other Significant Information

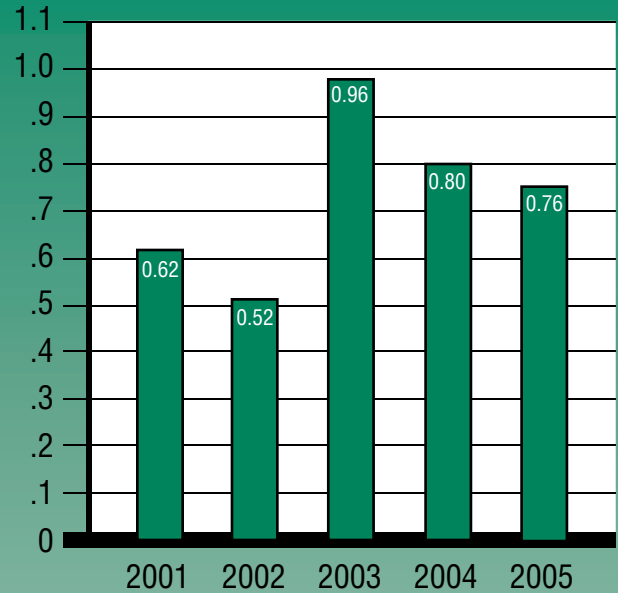
CREDIT QUALITY

Northwest maintains the highest standards of credit quality by:

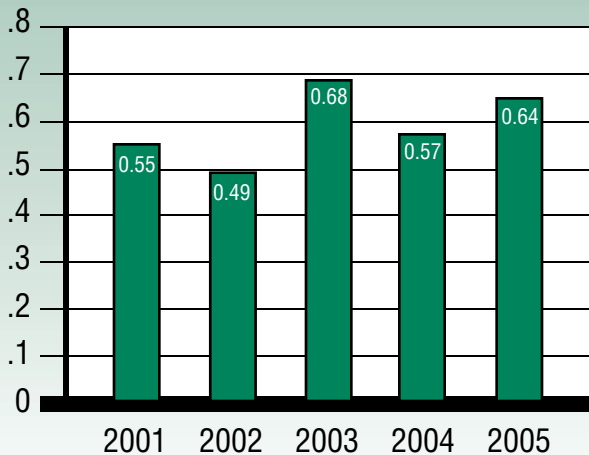
- Knowing our loan customers
- Remaining vigilant with collections and delinquency follow-up
- Maintaining diversification in our loan portfolio
- Limiting the amount of loans to one borrower
- Obtaining collateral, especially real estate collateral, whenever possible

At Northwest, we have maintained the highest standards by adhering to strict discipline in our lending activities. Our loans delinquent ninety days or more have consistently been one percent or less of total loans. Our nonperforming assets are less than one percent of total assets. With our emphasis on obtaining real estate as collateral, almost 90% of our loans are secured by real estate.

LOANS 90 DAYS DELINQUENT AS A PERCENT OF NET LOANS

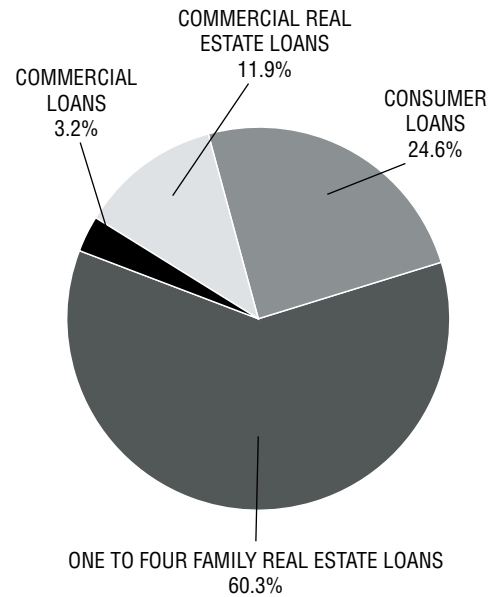


NONPERFORMING ASSETS AS A PERCENT OF TOTAL ASSETS



LOAN MIX

Northwest's well diversified loan portfolio enhances credit quality



Other Significant Information

NORTHWEST DIRECT

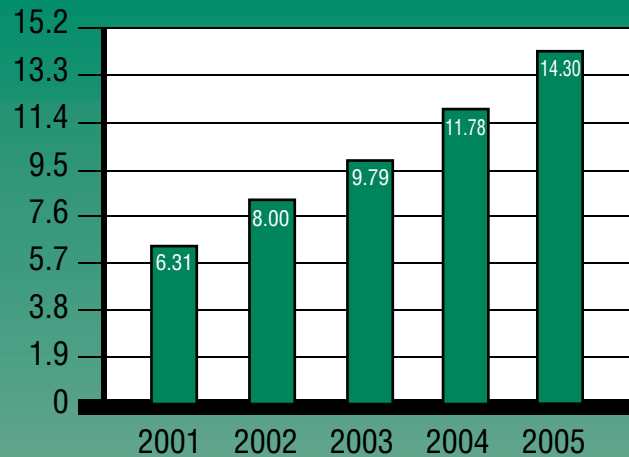
Northwest continues to utilize technology and electronic delivery channels to:

- Improve operating performance
- Increase customer retention
- Enhance service quality
- Acquire new customers

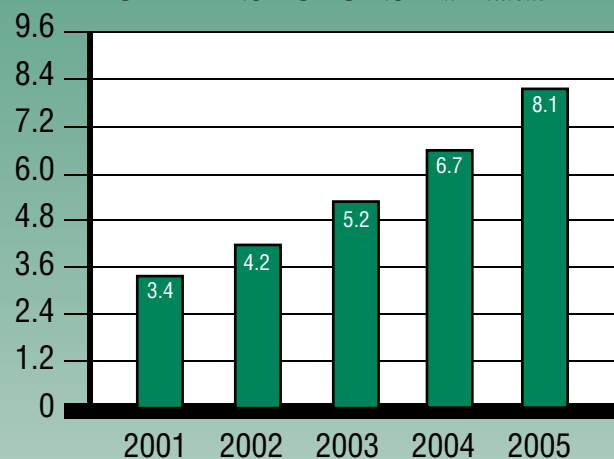
This year Northwest added Internet and telephone lending and the checking account switch kit to our website. Customers can apply for personal loans, credit cards and mortgages at www.northwestsavingsbank.com. The switch kit easily enables customers to move their checking account relationship to Northwest. These self-service enhancements are beneficial to both our customers and Northwest.

The majority of Northwest customer transactions are now handled electronically. Electronic transactions are increasing by double-digit percentages each year. These transactions include ATM, Debit Card, Telephone Banking, Internet Banking, ACH (Automated Clearing House), and Automated Transfers.

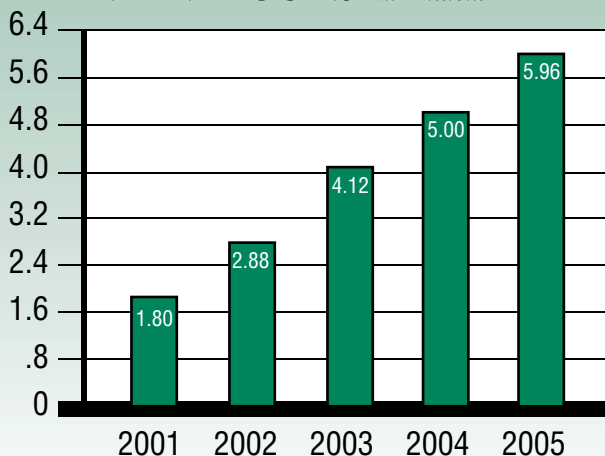
CARD PURCHASES *In Millions*



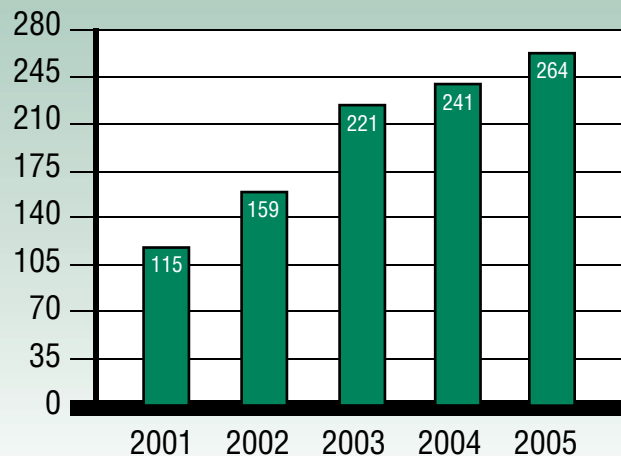
ACH TRANSACTIONS *In Millions*



BANKLINE CALLS / INTERNET LOGINS *In Millions*



NUMBER OF ATMS



CONDENSED CONSOLIDATED BALANCE SHEET

(In thousands, except for share data)

As of June 30,
2005 2004

Assets

Cash and cash equivalents	\$ 135,888	\$ 391,723
Marketable securities available-for-sale	675,183	855,679
Marketable securities held-to-maturity	702,979	601,542
Loans receivable, net	4,376,884	4,053,941
Accrued interest receivable	24,387	22,578
Premises and equipment	96,028	82,417
Goodwill	142,078	142,078
Other assets	<u>177,055</u>	<u>193,290</u>

Total assets

\$6,330,482 **\$6,343,248**

Liabilities and Shareholders' Equity

Deposits	\$ 5,187,946	\$ 5,191,621
Borrowed funds	410,344	449,147
Advances by borrowers for taxes and insurance	30,769	29,607
Accrued interest payable	4,020	4,280
Other liabilities	13,151	16,059
Trust preferred securities	<u>102,062</u>	<u>102,062</u>

Total liabilities

5,748,292 **5,792,776**

Preferred stock, \$0.10 par value, 50,000,000 shares authorized but unissued	—	—
Common stock, \$0.10 par value, 500,000,000 shares authorized, 50,843,805 and 47,960,287 shares issued and outstanding at June 30, 2005 and 2004, respectively	5,084	4,796
Paid-in capital	206,492	211,545
Retained earnings	371,567	336,164
Accumulated other comprehensive income, net	4,514	(2,033)
Unearned compensation - recognition and retention plan	<u>(5,467)</u>	<u>—</u>
Total stockholders' equity	<u>582,190</u>	<u>550,472</u>

Total liabilities and shareholders' equity

\$6,330,482 **\$6,343,248**

Please refer to the Northwest Bancorp, Inc. 2005 Annual Report on Form 10-K for a complete set of consolidated financial statements.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(In thousands, except for per share data)

	Years ended June 30,		
	2005	2004	2003
Interest income:			
Loans	\$260,833	\$243,630	\$232,760
Investments and interest-earning cash	60,991	56,600	49,764
Total interest income	321,824	300,230	282,524
Interest expense:			
Deposits	110,079	106,328	113,883
Borrowed funds	27,968	28,138	28,131
Total interest expense	138,047	134,466	142,014
Net interest income	183,777	165,764	140,510
Provision for loan losses	9,566	6,860	8,445
Net interest income after provision for loan losses	174,211	158,904	132,065
Noninterest income:			
Service charges and fees	16,786	14,068	13,540
Trust and other financial services income	4,291	3,982	3,492
Gain on sale of securities	523	4,536	1,264
Gain/(loss) on sale of loans	(100)	433	1,729
Income from bank-owned life insurance	4,378	4,364	3,411
Other	6,126	4,479	3,592
Total noninterest income	32,004	31,862	27,028
Noninterest expense:			
Compensation and employee benefits	70,823	65,059	55,139
Premises and occupancy costs	17,724	16,175	13,657
Office operations	11,329	10,785	9,856
Processing expenses	10,578	9,317	8,378
Amortization of intangibles	4,509	4,706	701
Advertising	3,674	3,582	3,502
Goodwill impairment	-	7,904	16,771
Prepayment penalties on FHLB advances	-	2,533	-
Other	9,002	8,210	8,063
Total noninterest expense	127,639	128,271	116,067
Income before income taxes	78,576	62,495	43,026
Income tax expense	22,772	19,845	16,963
Net income	\$ 55,804	\$ 42,650	\$ 26,063
Basic earnings per share	\$1.12	\$0.89	\$0.55
Diluted earnings per share	\$1.11	\$0.88	\$0.54

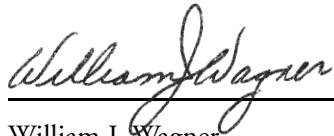
Please refer to the Northwest Bancorp, Inc. 2005 Annual Report on Form 10-K for a complete set of consolidated financial statements.

MANAGEMENT REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROL OVER FINANCIAL REPORTING

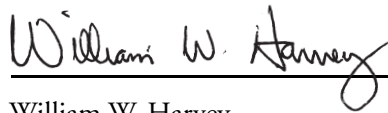
Management is responsible for establishing and maintaining adequate internal control over financial reporting, as such term is defined in Rule 13a-15(f) under the Securities Exchange Act of 1934.

Management, including the principal executive officer and principal financial officer, has assessed the effectiveness of the Company's internal control over financial reporting as of June 30, 2005. In making this assessment, management used the criteria set forth by the Committee of Sponsoring Organizations of the Treadway Commission in Internal Control – Integrated Framework. Based on such assessment, management believes that, as of June 30, 2005, the Company's internal control over financial reporting is effective based upon those criteria.

KPMG LLP, an independent registered public accounting firm, has audited the consolidated financial statements included in this Annual Report and has issued an attestation report on management's assessment of the effectiveness of the Company's internal control over financial reporting.



William J. Wagner
Chief Executive Officer



William W. Harvey
Chief Financial Officer

INVESTOR INFORMATION

Corporate Headquarters:

100 Liberty Street, P.O. Box 128, Warren, Pennsylvania 16365
(814) 726-2140 • (814) 728-7716 (fax)
www.northwestsavingsbank.com

Annual Meeting:

November 16, 2005, 11:00 a.m.
Knights of Columbus Hall, 219 Second Avenue, Warren, PA 16365

Stock Listing:

Northwest Bancorp, Inc. common stock is traded on The NASDAQ Stock Market under the symbol "NWSB". The common stock has traded since November 7, 1994.

Trust Preferred Securities:

The Company's special purpose business trust, Northwest Capital Trust I, has outstanding Trust Preferred Securities that trade on The NASDAQ Stock Market under the symbol "NWSBP".

Stock Transfer, Registrar and Dividend Disbursing Agent:

Shareholder communications regarding change of address, change in registration of certificates, reporting of lost certificates and dividend checks should be directed to:
American Stock Transfer and Trust Company, 59 Maiden Lane, New York, NY 10038
(800) 937-5449 • (877) 777-0800

Registered shareholders may access their accounts online at www.amstock.com to retrieve account balances, check certificate and dividend check details, request duplicate 1099 forms, change their mailing address, enroll in direct deposit of dividends, replace lost/stolen or stale dated dividend checks, replace lost stock certificates, update their shareholder profile and perform various online transactions. Also available are stock transfer instructions and answers to frequently asked questions.

Financial Information:

The Annual Report on Form 10-K is filed with the Securities and Exchange Commission (SEC). Copies of this document and other filings, including exhibits thereto, may be obtained electronically at the SEC's home page at www.sec.gov or through the Company's website www.northwestsavingsbank.com. Copies may also be obtained without charge upon request by writing to the Company's corporate headquarters.

Independent Auditors:

KPMG LLP, Pittsburgh, Pennsylvania

INVESTOR INFORMATION

Securities Counsel:

Luse Gorman Pomerenk & Schick, P.C., Washington, D.C.

Common Stock Information:

Fiscal Year Ended June 30, 2005			Cash Dividends
	High	Low	Declared
First quarter	\$ 23.15	\$ 20.42	\$ 0.12
Second quarter	26.32	21.95	0.12
Third quarter	25.21	21.00	0.12
Fourth quarter	22.23	19.79	0.12
Fiscal Year Ended June 30, 2004			Cash Dividends
	High	Low	Declared
First quarter	\$ 18.57	\$ 15.75	\$ 0.10
Second quarter	22.24	18.14	0.10
Third quarter	26.67	20.16	0.10
Fourth quarter	25.75	19.85	0.10

Dividend Reinvestment & Cash Investment Plan:

Northwest Bancorp, Inc. offers a Dividend Reinvestment and Cash Investment Plan whereby eligible registered shareholders may purchase shares of Northwest Bancorp, Inc. common stock at the prevailing market price with reinvested dividends and voluntary cash payments. A brochure and enrollment form may be obtained by visiting our website at www.northwestsavingsbank.com, by phoning Shareholder Relations at (800) 859-1000 or American Stock Transfer & Trust Company at (800) 937-5449, or by writing to the Company's corporate headquarters.

Direct Deposit of Dividends:

Shareholders who do not participate in the Dividend Reinvestment Plan, may elect to have cash dividends directly deposited into their savings or checking account, thereby providing immediate access to funds and eliminating mail delays and lost or stolen checks. Enroll online at www.amstock.com or to obtain an enrollment card call the Company's Transfer Agent at (800) 937-5449.

Shareholder Relations:

Ian R. Scott, Assistant Vice President Shareholder Relations & Assistant Secretary
(800) 859-1000

Investor Relations:

William J. Wagner, President & Chief Executive Officer
Gregory C. LaRocca, Executive Vice President & Secretary
William W. Harvey Jr., Senior Vice President & Chief Financial Officer
(814) 726-2140

BOARD OF DIRECTORS AND CORPORATE OFFICERS

Board of Directors

Northwest Bancorp, Inc. and Northwest Savings Bank

William J. Wagner	Chairman, President and Chief Executive Officer
John M. Bauer	President, Contact Technologies, Inc.
Richard L. Carr	Retired Superintendent, Titusville Area School District
Thomas K. Creal, III	Former owner, Creal Architects. Staff Architect with Habiterra Architects
Robert G. Ferrier	President, Ferrier Hardware, Inc. and Drexel Realty
Dr. A. Paul King	President, Stevens & King Oral Surgery
Joseph F. Long	President, Passavant Hospital Foundation
Dr. Richard E. McDowell	President Emeritus and Associate Professor, The University of Pittsburgh at Bradford

Corporate Officers

Northwest Bancorp, Inc. and Northwest Savings Bank

William J. Wagner	President and Chief Executive Officer
Gregory C. LaRocca	Executive Vice President, Administration and Investment Services
Robert A. Ordiway	Executive Vice President, Retail Delivery Systems
James O. Eddy	Senior Vice President, Retail Lending
Steven G. Fisher	Senior Vice President, Operations
William W. Harvey	Senior Vice President, Finance & Chief Financial Officer
Timothy A. Huber	Senior Vice President, Commercial Lending
Richard F. Seibel	Senior Vice President, Risk Management
James E. Vecellio	Senior Vice President, Information Systems
Ronald B. Andzelik	Vice President, Compliance & Community Reinvestment Officer
Robert Bablak Jr.	Vice President, Community Banking
Norman Ewing	Vice President, Systems & Programming
John E. Hall	Vice President, Consumer Finance
James G. Holding	Vice President, Marketing
Dean C. Huya	Vice President, Credit Review
Braden R. Jones	Vice President, Retail Collections
Dennis W. Lowery	Vice President, Facilities
Kevin G. Mizak	Vice President, Chief Auditor
Larry D. Neizmik	Vice President, Community Banking
Richard Rausch	Vice President, Human Resources
Donald E. Reed	Vice President, Treasurer

(Continued on next page)

CORPORATE OFFICERS AND REGIONAL PRESIDENTS

Corporate Officers (cont.)

Northwest Bancorp, Inc. and Northwest Savings Bank

Gerald J. Ritzert	Vice President, Finance & Controller
Michael G. Smelko	Vice President, Consumer Lending
Vicki L. Stec	Vice President, Deposit Services
David C. Stevenson	Vice President, Computer Operations
William C. Tarpenning	Vice President, Mortgage Banking
Deborah A. Vecellio	Vice President, Mortgage Servicing
David E. Westerburg	Vice President, Direct Banking
Douglas P. Wilson	Vice President, Appraisal Services
Charles R. Wolgemuth	Vice President, Retail Lending

Northwest Consumer Discount Company

Raymond R. Parry	Chairman of the Board
John E. Hall	President & Chief Executive Officer
Robert J. Irvin	Executive Vice President
William Malloy	Vice President
Vaughn E. Peoples	Vice President
James Shawver	Vice President
Terry L. Upperman	Vice President

Regional Presidents

Northwest Savings Bank

Lynn S. Baker	Eastern Pennsylvania and Maryland
Todd L. Cover	Southwest Pennsylvania
Julie A. Marasco	Northwest Pennsylvania
James E. Martin	Erie, Pennsylvania
Jonathan E. Rockey	Central Pennsylvania
Jonathan P. Scalise	New York

In addition to historical information, this report may contain certain forward-looking statements that are based on assumptions and information currently available to management, including assumptions as to changes in market interest rates. These forward-looking statements are subject to various risks and uncertainties including, but not limited to, economic, regulatory, competitive and other factors affecting the Company and its operations. Readers are cautioned not to place undue reliance on these forward-looking statements as actual results may differ materially from those expressed or implied. Management has no obligation to revise or update these forward-looking statements to reflect events or circumstances that arise after the release of this report.



**NORTHWEST
BANCORP, INC.**

*A Growing Financial Services Company
Where People Make the Difference.*