



**GREAT AMERICAN
BANCORP, INC.**

NEWS RELEASE

FOR IMMEDIATE RELEASE

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**Contact: Ms. Jane F. Adams
Chief Financial Officer and Investor Relations
(217) 356-2265**

**GREAT AMERICAN BANCORP, INC.
UNAUDITED RESULTS FOR SECOND QUARTER 2008 – NET INCOME OF \$621,000**

Champaign, Illinois - Great American Bancorp, Inc. (Over-the-Counter Bulletin Board/GTPS), the holding company for First Federal Savings Bank of Champaign-Urbana, reported net income of \$621,000 for the first six months of 2008, which is a decrease of \$41,000, or 6.2% from the \$662,000 reported for the first six months of 2007. Basic earnings per share were \$1.05 for the six months ended June 30, 2008 and \$1.00 for the six months ended June 30, 2007, while fully diluted earnings per share were \$1.04 for the six months ended June 30, 2008 and \$1.00 for the same period in 2007. Earnings per share increased due to a reduction in average common shares outstanding in 2008 compared to 2007.

Net income was lower in 2008 compared to 2007 due to a decrease in net interest income and an increase in total noninterest expenses, offset by an increase in total noninterest income.

Net interest income was \$2,776,000 for the first six months of 2008; decreasing \$107,000 or 3.7% from the \$2,883,000 reported for the six months ended June 30, 2007. Interest income was \$4,129,000 for the first six months of 2008 compared to \$4,314,000 for the period ending June 30, 2007, decreasing \$185,000 or 4.3%, primarily due to decreases in interest income from securities and financial institutions and other. Total loan income increased \$11,000 from \$3,884,000 for the first six months of 2007 to \$3,895,000 for the first six months of 2008. Interest income from

securities decreased \$32,000 in 2008 due mainly to the maturity of a U.S. Agency security in October 2007. Interest income from deposits with financial institutions and other, which are all over-night or short-term deposits, decreased \$146,000 due mainly to a reduction in market interest rates during the last quarter of 2007 and in the first six months of 2008. During this period, the Federal Funds Target Rate, as established by the Federal Open Market Committee, declined 275 basis points. The average yield on deposits with financial institutions and other declined from 5.05% for the first six months of 2007 to 2.60% for the six months ended June 30, 2008, a decrease of 245 basis points.

Interest expense decreased in 2008, from \$1,431,000 for the six months ended June 30, 2007 to \$1,353,000 for the six months ended June 30, 2008, which is a decrease of \$78,000, or 5.5%. Interest expense on deposits decreased \$107,000, or 9.7%, in 2008, mainly due to a decrease in interest expense on certificates of deposit resulting from a reduction in the average balance of total certificates of deposit. The average balance of total certificates of deposit declined from \$39.73 million for the six months ended June 30, 2007 to \$37.45 million for the six months ended June 30, 2008. This decline was mainly due to depositors transferring maturing longer-term certificates to Insured Money Market Accounts (“IMMA”) during the latter part of 2007 and in 2008 in response to declining certificate of deposit rates. The average rate accrued on certificates of deposit was 3.93% for the first six months of 2008 compared to 4.13% for the first six months of 2007. The average balance of total IMMA accounts increased from \$17.57 million during the first six months of 2007 to \$20.11 million for the six months ended June 30, 2008. The average rate accrued on IMMA accounts was 2.20% for the first six months of 2008 down from 2.84% for the first six months of 2007.

Interest expense on Federal Home Loan Bank advances was \$33,000 higher in 2008 due to an increase in average outstanding advances during the first six months of 2008 compared to the first six months of 2007. Total Federal Home Loan Bank advances averaged \$14.00 million during 2008 compared to \$13.00 million during 2007. The average rate accrued on Federal Home Loan Bank advances was 4.87% for the six months ended June 30, 2008 and 4.75% for the period ended June 30, 2007.

The Company recorded no provision for loan losses for either of the periods ended June 30, 2008 and 2007. Management's analyses of the allowance for loan losses during both years determined that no additional allocation to the allowance was warranted.

Noninterest income totaled \$1,742,000 for the six months ended June 30, 2008, \$40,000 higher than the \$1,702,000 recorded for the same period in 2007. This increase occurred primarily in customer service fees, net gains on sales of loans and other income, offset by a decrease in insurance sales commissions. Customer service fees increased \$145,000 in 2008 due mainly to an increase in overdraft fees. Overdraft fees were higher in 2008 due to the Bank implementing an overdraft protection service in May 2007. For customers with this service, called “Overdraft Privilege,” the Bank may elect to pay overdrawn items rather than returning the items unpaid. Net gains on sales of loans were \$64,000 higher in 2008 due to the Company selling \$7.48 million in loans during the first six months of 2008 compared to \$4.48 million in the first six months of 2007.

Insurance sales commissions decreased \$227,000 in 2008 due to losing several smaller commercial accounts to local competitors, a general decline in industry premiums which affects commission income, and a decrease in contingent commissions. A contingent commission is a commission paid by an insurance company that is based on the overall profit and/or volume of business placed with that insurance company.

Noninterest expense was \$3,542,000 for the six months ended June 30, 2008, increasing \$22,000 from \$3,520,000 recorded for the same period in 2007. This increase was primarily in salaries and employee benefits expense, equipment expense, and other expenses.

Income tax expense was \$355,000 for the first six months of 2008 compared to \$403,000 for the first six months of 2007. The effective tax rates for the six months ended June 30, 2008 and 2007 were 36.4% and 37.8% respectively.

Net income for the quarter ended June 30, 2008 was \$282,000, \$20,000 higher than net income for the quarter ended June 30, 2007 of \$262,000. Net interest income was \$1,386,000 for the quarter ended June 30, 2008, \$55,000 or 3.8% lower than the \$1,441,000 reported for the quarter ended June 30, 2007, mainly due to lower interest income from deposits with financial institutions and other, offset by a decrease in interest expense on deposits. Noninterest income for the second quarter of 2008 was \$803,000 compared to \$736,000 for the second quarter of 2007. This increase was primarily in customer service fees, net gain on sales of loans and other income, offset by a reduction in insurance sales commissions. Noninterest expense was \$1,748,000 for the second quarter of 2008 compared to \$1,756,000 for the three months ended June 30, 2007.

Total assets at June 30, 2008 were \$141.34 million compared to \$144.25 million at December 31, 2007. Total cash and cash equivalents decreased from \$18.06 million at December 31, 2007 to \$16.22 million at June 30, 2008 due mainly to cash generated from loan repayments and a decrease in deposits. Total net loans decreased \$1.09 million, from \$115.64 million at December 31, 2007 to \$114.55 million at June 30, 2008, mainly one-to-four family residential mortgage loans and commercial mortgage loans, offset by an increase in multi-family residential mortgage loans. Total deposits decreased from \$110.80 million at December 31, 2007 to \$108.62 million at June 30, 2008 mainly longer term certificates of deposit and IMMA deposits.

First Federal Savings Bank of Champaign-Urbana is head quartered in Champaign, Illinois, and operates through its administrative/branch office in Champaign and through two other full service branches located in Champaign and Urbana. The Bank also provides full service brokerage activities through a third-party broker-dealer. The Bank's subsidiary, Park Avenue Service Corporation, sells insurance products through the GTPS Insurance Agency. The Bank's deposits are insured by the Federal Deposit Insurance Corporation.

This earnings report may contain certain forward-looking statements which are based on management's current expectations regarding economic, legislative, and regulatory issues that may impact the Company's earnings in future periods. Factors that could cause future results to vary materially from current management expectations include, but are not limited to, general economic conditions, changes in interest rates, deposit flows, real estate values, and competition, changes in accounting principles, policies, or guidelines, changes in legislation or regulation, and other

economic, competitive, governmental, regulatory and technological factors affecting the Company's operations, pricing, products and services. Great American Bancorp, Inc. stock is traded on the Over-the-Counter Bulletin Board system under the symbol "GTPS."

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GTPS-pr-2008-04

Great American Bancorp, Inc.
Consolidated Balance Sheets
June 30, 2008 and December 31, 2007

(in thousands, except share data)

| | June 30, 2008 (Unaudited) | Dec. 31, 2007 |
|--|------------------------------|---------------|
| Assets | | |
| Cash and due from banks | \$ 5,195 | \$ 5,259 |
| Interest-bearing demand deposits | 4,026 | 8,804 |
| Federal Home Loan Bank term deposit | 7,000 | 4,000 |
| | <hr/> | |
| Cash and cash equivalents | 16,221 | 18,063 |
| Securities available for sale | 1,172 | 1,423 |
| Securities held to maturity | 109 | 120 |
| Federal Home Loan Bank stock, at cost | 1,210 | 1,210 |
| Loans held for sale | 585 | 402 |
| Loans, net of allowance for loan losses of \$953 and \$953 | 113,968 | 115,237 |
| Premises and equipment, net | 5,466 | 5,321 |
| Goodwill | 485 | 485 |
| Other assets | 2,124 | 1,989 |
| | <hr/> | |
| Total assets | \$ 141,340 | \$ 144,250 |
| | <hr/> <hr/> | |
| Liabilities and Stockholders' Equity | | |
| Liabilities | | |
| Deposits | | |
| Noninterest-bearing | \$ 15,402 | \$ 14,107 |
| Interest-bearing | 93,216 | 96,696 |
| | <hr/> | |
| Total deposits | 108,618 | 110,803 |
| Federal Home Loan Bank advances | 14,000 | 14,000 |
| Advances from borrowers for taxes and insurance | 278 | 290 |
| Other liabilities | 2,812 | 2,897 |
| | <hr/> | |
| Total liabilities | 125,708 | 127,990 |
| | <hr/> | |
| Commitments and contingencies | | |
| Stockholders' Equity | | |
| Preferred stock, \$0.01 par value; 1,000,000 shares authorized; none issued | -- | -- |
| Common stock, \$0.01 par value; 1,000,000 shares authorized and issued | 10 | 10 |
| Additional paid-in-capital | 3,310 | 3,310 |
| Retained earnings | 26,052 | 25,583 |
| Unearned incentive plan shares | (55) | (55) |
| Accumulated other comprehensive loss | (173) | (182) |
| Common stock in treasury, at cost, (2008-419,225 shares; 2007-385,259 shares) | (13,512) | (12,406) |
| | <hr/> | |
| Total stockholders' equity | 15,632 | 16,260 |
| | <hr/> | |
| Total liabilities and stockholders' equity | \$ 141,340 | \$ 144,250 |
| | <hr/> <hr/> | |

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Statements of Income
For the Six Months Ended June 30, 2008 and 2007
(unaudited, in thousands, except share data)

| | Six Months Ended June 30, 2008 | Six Months Ended June 30, 2007 |
|---|---|---|
| Interest and Dividend Income | | |
| Loans | \$ 3,895 | \$ 3,884 |
| Securities | 29 | 61 |
| Federal Home Loan Bank stock | -- | 18 |
| Deposits with financial institutions and other | 205 | 351 |
| Total interest and dividend income | <u>4,129</u> | <u>4,314</u> |
| Interest Expense | | |
| Deposits | 1,001 | 1,108 |
| Federal Home Loan Bank advances | 339 | 306 |
| Other | 13 | 17 |
| Total interest expense | <u>1,353</u> | <u>1,431</u> |
| Net Interest Income | 2,776 | 2,883 |
| Provision for Loan Losses | -- | -- |
| Net Interest Income After Provision for Loan Losses | <u>2,776</u> | <u>2,883</u> |
| Noninterest Income | | |
| Insurance sales commissions | 869 | 1,096 |
| Customer service fees | 437 | 292 |
| Other service charges and fees | 156 | 143 |
| Net gain on sales of loans | 122 | 58 |
| Loan servicing fees | 66 | 67 |
| Other | 92 | 46 |
| Total noninterest income | <u>1,742</u> | <u>1,702</u> |
| Noninterest Expense | | |
| Salaries and employee benefits | 2,175 | 2,151 |
| Occupancy expense | 297 | 308 |
| Equipment expense | 251 | 238 |
| Professional fees | 165 | 167 |
| Marketing expense | 136 | 164 |
| Printing and office supplies | 120 | 119 |
| Directors and committee fees | 69 | 69 |
| Amortization of mortgage servicing rights | 20 | 20 |
| Other | 309 | 284 |
| Total noninterest expenses | <u>3,542</u> | <u>3,520</u> |
| Income Before Income Taxes | 976 | 1,065 |
| Income tax expenses | 355 | 403 |
| Net Income | <u>\$ 621</u> | <u>\$ 662</u> |
| Basic Earnings per Share | <u>\$ 1.05</u> | <u>\$ 1.00</u> |
| Diluted Earnings per Share | <u>\$ 1.04</u> | <u>\$ 1.00</u> |

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

For the Three Months Ended June 30, 2008 and 2007

(unaudited, in thousands, except share data)

| | Three Months Ended June 30, 2008 | Three Months Ended June 30, 2007 |
|---|--|--|
| Interest and Dividend Income | | |
| Loans | \$ 1,929 | \$ 1,929 |
| Securities | 14 | 30 |
| Federal Home Loan Bank stock | -- | 8 |
| Deposits with financial institutions and other | 77 | 179 |
| Total interest and dividend income | 2,020 | 2,146 |
| Interest Expense | | |
| Deposits | 452 | 543 |
| Federal Home Loan Bank advances | 176 | 154 |
| Other | 6 | 8 |
| Total interest expense | 634 | 705 |
| Net Interest Income | 1,386 | 1,441 |
| Provision for Loan Losses | -- | -- |
| Net Interest Income After Provision for Loan Losses | 1,386 | 1,441 |
| Noninterest Income | | |
| Insurance sales commissions | 350 | 400 |
| Customer service fees | 221 | 173 |
| Other service charges and fees | 78 | 74 |
| Net gain on sales of loans | 57 | 33 |
| Loan servicing fees | 34 | 33 |
| Other | 63 | 23 |
| Total noninterest income | 803 | 736 |
| Noninterest Expense | | |
| Salaries and employee benefits | 1,053 | 1,038 |
| Occupancy expense | 148 | 153 |
| Equipment expense | 120 | 118 |
| Professional fees | 101 | 106 |
| Marketing expense | 64 | 89 |
| Printing and office supplies | 63 | 70 |
| Directors and committee fees | 35 | 35 |
| Amortization of mortgage servicing rights | 8 | 9 |
| Other | 156 | 138 |
| Total noninterest expenses | 1,748 | 1,756 |
| Income Before Income Taxes | 441 | 421 |
| Income tax expenses | 159 | 159 |
| Net Income | \$ 282 | \$ 262 |
| Basic Earnings per Share | \$ 0.48 | \$ 0.40 |
| Diluted Earnings per Share | \$ 0.48 | \$ 0.40 |

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Selected Financial Data

(unaudited, in thousands, except share data)

| | As of June 30, 2008 | As of Dec. 31, 2007 |
|---|-------------------------------|------------------------|
| Total assets | \$ 141,340 | \$ 144,250 |
| Total loans, net | 114,553 | 115,639 |
| Loan loss reserve | 953 | 953 |
| Non-performing assets | 31 | 11 |
| Non-performing assets to total assets | 0.02% | 0.01% |
| Allowance for loan losses to total assets | 0.67% | 0.66% |
| Investment securities | 1,281 | 1,543 |
| Total deposits | 108,618 | 110,803 |
| Checking deposits | 37,507 | 37,023 |
| Money market deposits | 18,622 | 20,666 |
| Passbook savings deposits | 16,399 | 15,338 |
| Certificates of deposit | 36,090 | 37,776 |
| Federal Home Loan Bank advances | 14,000 | 14,000 |
| Total stockholders' equity | 15,632 | 16,260 |

| | Three Months Ended June 30, 2008 | Three Months Ended June 30, 2007 | Six Months Ended June 30, 2008 | Six Months Ended June 30, 2007 |
|----------------------------------|---|--|---|--------------------------------------|
| | (unaudited) | | | |
| Net interest margin (annualized) | 4.25% | 4.44% | 4.24% | 4.45% |
| ROA (annualized) | 0.79% | 0.74% | 0.86% | 0.93% |
| ROE (annualized) | 7.23% | 6.09% | 7.90% | 7.68% |