



GREAT AMERICAN BANCORP, INC.

NEWS RELEASE

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April 19, 2016

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Great American Bancorp, Inc. Announces Earnings for First Quarter 2016

Champaign, Illinois - Great American Bancorp, Inc. (OTC Pink®/GTPS), the holding company for First Federal Savings Bank of Champaign-Urbana, reported net income of \$158,000 for the quarter ended March 31, 2016, which is a decrease of \$52,000, or 24.8% from the \$210,000 reported for the first quarter of 2015. Basic and fully diluted earnings per share were \$0.35 for the three months ended March 31, 2016 compared to \$0.45 for the same period in 2015. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 0.35% and 3.69% for the three months ended March 31, 2016, decreasing from a 0.48% ROA and 5.17% ROE for the three months ended March 31, 2015.

Net income decreased in the first quarter of 2016 compared to the first quarter of 2015 due to declines in net interest income and total noninterest income, offset by a reduction in total noninterest expense. Net interest income was lower due primarily to a decrease in interest income from loans. Total average loans during the first quarter of 2016 were approximately \$98.10 million, down \$2.74 million from the average total of \$100.84 million during the first quarter of 2015. This decrease was due mainly to a few large payoffs during the latter part of 2015 in the multifamily residential mortgage and commercial mortgage loan categories.

Noninterest income declined \$97,000, from \$932,000 in the first quarter of 2015 to \$835,000 in the first quarter of 2016. This decrease was primarily in insurance sale commissions due mostly to a drop in contingency commission income. 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 the insurance company. These commissions are usually paid in the first quarter of each year for the prior year’s results and were \$94,000 lower in 2016.

Total noninterest expense decreased \$48,000, from \$1,805,000 for the first quarter of 2015 to \$1,757,000 for the first quarter of 2016, primarily salaries and benefits and other expenses.

Total assets at March 31, 2016 were \$183.69 million compared to \$182.08 million at December 31, 2015, increasing \$1.61 million. Total cash and cash equivalents increased \$3.19 million or 4.4%, from \$73.33 million at December 31, 2015 to \$76.52 million at March 31, 2016 due mainly to a decrease in total net loans and deposit growth. Total net loans, including loans held for sale, were \$97.63 million at March 31, 2016, decreasing \$1.37 million or 1.4% from total net loans of \$99.00 million at December 31, 2015. Total deposits increased \$1.22 million, from \$157.67 million at December 31, 2015 to \$158.89 million at March 31, 2016. This growth occurred primarily in non-interest-bearing checking, insured money market, and savings accounts.

First Federal Savings Bank of Champaign-Urbana is headquartered in Champaign, Illinois, and operates through its administrative/branch office in Champaign and through one additional full service branch located in Urbana, Illinois. 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 OTC Pink®, under the symbol, "GTPS."

GTPS-pr-2016-03

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Balance Sheets

March 31, 2016 and December 31, 2015

(in thousands, except share data)

| | March 31, 2016 | December 31, 2015 |
|--|--------------------------|--------------------------|
| | (Unaudited) | |
| <i>Assets</i> | | |
| Cash and due from banks | \$ 3,140 | \$ 4,429 |
| Interest-bearing demand deposits | 73,378 | 68,905 |
| Cash and cash equivalents | <u>76,518</u> | <u>73,334</u> |
| Securities available for sale | 210 | 226 |
| Securities held to maturity | 23 | 24 |
| Federal Home Loan Bank stock, at cost | 704 | 704 |
| Loans held for sale | 286 | 330 |
| Loans, net of allowance for loan losses of \$1,040 in 2016 and \$1,037 in 2015 | 97,342 | 98,669 |
| Premises and equipment, net | 4,532 | 4,608 |
| Goodwill | 485 | 485 |
| Other real estate owned | 1,179 | 1,526 |
| Other assets | 2,409 | 2,178 |
| Total assets | <u>\$ 183,688</u> | <u>\$ 182,084</u> |
| <i>Liabilities and Stockholders' Equity</i> | | |
| <i>Liabilities</i> | | |
| <i>Deposits</i> | | |
| Noninterest-bearing | \$ 28,662 | \$ 26,702 |
| Interest-bearing | 130,230 | 130,964 |
| Total deposits | <u>158,892</u> | <u>157,666</u> |
| Federal Home Loan Bank advances | 4,000 | 4,000 |
| Advances from borrowers for taxes and insurance | 475 | 265 |
| Other liabilities | 3,069 | 2,996 |
| Total liabilities | <u>166,436</u> | <u>164,927</u> |
| <i>Stockholders' Equity</i> | | |
| 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 | 31,154 | 31,059 |
| Accumulated other comprehensive income | 288 | 288 |
| Common stock in treasury, at cost (2016 and 2015 – 550,773 shares) | (17,510) | (17,510) |
| Total stockholders' equity | <u>17,252</u> | <u>17,157</u> |
| Total liabilities and stockholders' equity | <u>\$ 183,688</u> | <u>\$ 182,084</u> |

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Statements of Income
Three Months Ended March 31, 2016 and 2015

(in thousands, except share data)

| | <u>2016</u> | <u>2015</u> |
|---|----------------|----------------|
| Interest and Dividend Income | | |
| Loans | \$ 1,198 | \$ 1,282 |
| Securities | 2 | 2 |
| Dividends on Federal Home Loan Bank stock | 2 | 1 |
| Deposits with financial institutions and other | 83 | 37 |
| Total interest and dividend income | <u>1,285</u> | <u>1,322</u> |
| Interest Expense | | |
| Deposits | 38 | 40 |
| Federal Home Loan Bank advances | 52 | 52 |
| Other | 1 | 1 |
| Total interest expense | <u>91</u> | <u>93</u> |
| Net Interest Income | 1,194 | 1,229 |
| Provision (Credit) for Loan Losses | -- | (1) |
| Net Interest Income After Provision (Credit) for Loan Losses | <u>1,194</u> | <u>1,230</u> |
| Noninterest Income | | |
| Insurance sales commissions | 444 | 556 |
| Customer service fees | 153 | 143 |
| Other service charges and fees | 83 | 97 |
| Net gain on sales of loans | 68 | 68 |
| Loan servicing fees, net of amortization of mortgage servicing rights | 32 | 30 |
| Other | 55 | 38 |
| Total noninterest income | <u>835</u> | <u>932</u> |
| Noninterest Expense | | |
| Salaries and employee benefits | 1,016 | 1,087 |
| Occupancy expense | 139 | 139 |
| Equipment expense | 181 | 163 |
| Professional fees | 62 | 57 |
| Marketing expense | 43 | 56 |
| Printing and office supplies | 69 | 64 |
| Directors and committee fees | 40 | 40 |
| Other real estate owned expense, net | 23 | -- |
| FDIC deposit insurance expense | 31 | 27 |
| Other | 153 | 172 |
| Total noninterest expense | <u>1,757</u> | <u>1,805</u> |
| Income Before Income Taxes | 272 | 357 |
| Income tax expense | 114 | 147 |
| Net Income | <u>\$ 158</u> | <u>\$ 210</u> |
| Earnings per share, basic and diluted | <u>\$ 0.35</u> | <u>\$ 0.45</u> |
| Dividends Declared per Share | <u>\$ 0.14</u> | <u>\$ 0.14</u> |

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Selected Financial Data

(unaudited, in thousands, except share data)

| | As of March 31, 2016 | As of December 31, 2015 |
|---|---|---|
| Total assets | \$ 183,688 | \$ 182,084 |
| Total loans, net | 97,628 | 98,999 |
| Loan loss reserve | 1,040 | 1,037 |
| Non-performing loans | 1,169 | 976 |
| Non-performing loans to total assets | 0.64% | 0.54% |
| Allowance for loan losses to total non-performing loans | 88.96% | 106.25% |
| Allowance for loan losses to total assets | 0.57% | 0.57% |
| Other real estate owned | 1,179 | 1,526 |
| Investment securities | 233 | 250 |
| Total deposits | 158,892 | 157,666 |
| Checking deposits | 72,189 | 71,339 |
| Money market deposits | 33,194 | 32,301 |
| Savings deposits | 30,439 | 29,993 |
| Certificates of deposit | 23,070 | 24,033 |
| Federal Home Loan Bank advances | 4,000 | 4,000 |
| Total stockholders' equity | 17,252 | 17,157 |
| | | |
| | Three Months Ended March 31, 2016 | Three Months Ended March 31, 2015 |
| | (unaudited) | |
| Net interest margin (annualized) | 2.83% | 2.98% |
| ROA (annualized) | 0.35% | 0.48% |
| ROE (annualized) | 3.69% | 5.17% |