



GREAT AMERICAN BANCORP, INC.

NEWS RELEASE

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Great American Bancorp, Inc. Announces Earnings - Third 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 \$521,000 for the nine months ended September 30, 2016, which is an increase of \$78,000, or 17.6% from the \$443,000 reported for the first nine months of 2015. Basic and fully diluted earnings per share were \$1.16 for the nine months ended September 30, 2016 compared to \$0.95 for the same period in 2015. The return on average assets ("ROA") and the return on average equity ("ROE") were 0.38% and 4.04% for the nine months ended September 30, 2016, increasing from a 0.33% ROA and 3.60% ROE for the nine months ended September 30, 2015.

Net income for the three months ended September 30, 2016 was \$224,000, which is an increase of \$103,000, or 85.1% from the \$121,000 reported for the three months ended September 30, 2015. Basic and fully diluted earnings per share were \$0.50 for the three months ended September 30, 2016 compared to \$0.26 for the same quarter in 2015. The ROA and ROE were 0.49% and 5.15% for the three months ended September 30, 2016, increasing from a 0.27% ROA and 2.92% ROE for the three months ended September 30, 2015.

Net income was higher in the nine months ended September 30, 2016 compared to the same period in 2015 primarily due to an increase in total noninterest income and a reduction in total noninterest expense, offset by a decrease in net interest income.

Net interest income decreased \$26,000, from \$3,684,000 for the nine months ended September 30, 2015 to \$3,658,000 for the nine months ended September 30, 2016, due primarily to a \$172,000 decrease in interest income from loans offset by a \$139,000 increase in interest income from deposits with banks and other financial institutions. The decrease in interest income from loans was mainly due to a decline in the average yield on loans, which fell from 5.17% for the nine

months ended September 30, 2015 to 4.91% for the same period in 2016. Total average loans during the first nine months of 2016 were approximately \$99.63 million, increasing slightly from an average of \$99.23 million during the first nine months of 2015. The increase in interest income generated from deposits held with banks and other financial institutions was due to a 25 basis points increase in the target Federal funds rate which occurred in December 2015. These deposits are overnight funds held at the Federal Reserve Bank and the Federal Home Loan Bank.

Total noninterest income increased \$126,000, from \$2,383,000 for the nine months ended September 30, 2015 to \$2,509,000 for the nine months ended September 30, 2016 due to increases in the gains on the sale of 1-4 family residential mortgage loans, customer service fees and other income, primarily brokerage commissions. The increase in total noninterest income was partially offset by a reduction in insurance sales commissions, mainly 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.

Total noninterest expense decreased \$29,000, from \$5,299,000 for the first nine months of 2015 to \$5,270,000 for the first nine months of 2016, primarily salaries and benefits expense.

Net income was higher in the three months ended September 30, 2016 compared to the third quarter of 2015 primarily due to a \$50,000 increase in net interest income and a \$202,000 increase in total noninterest income, primarily gains on the sale of 1-4 family residential mortgage loans, offset by an \$82,000 increase in total noninterest expense. The increase in total noninterest expense was primarily in equipment expenses, net other real estate owned expenses and other expenses.

Total assets at September 30, 2016 were \$181.83 million compared to \$182.08 million at December 31, 2015, decreasing slightly. Total cash and cash equivalents decreased \$3.67 million, from \$73.33 million at December 31, 2015 to \$69.66 million at September 30, 2016 due mainly to an increase in total net loans. Total net loans, including loans held for sale, were \$103.01 million at September 30, 2016, increasing \$4.01 million from total net loans of \$99.00 million at December 31, 2015. Total deposits decreased slightly, from \$157.67 million at December 31, 2015 to \$157.42 million at September 30, 2016.

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."

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GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Balance Sheets

September 30, 2016 and December 31, 2015

(in thousands, except share data)

	September 30, 2016	December 31, 2015
	(Unaudited)	
<i>Assets</i>		
Cash and due from banks	\$ 3,352	\$ 4,429
Interest-bearing demand deposits	66,309	68,905
Cash and cash equivalents	69,661	73,334
Securities available for sale	186	226
Securities held to maturity	21	24
Federal Home Loan Bank stock, at cost	704	704
Loans held for sale	440	330
Loans, net of allowance for loan losses of \$1,045 in 2016 and \$1,037 in 2015	102,573	98,669
Premises and equipment, net	4,533	4,608
Goodwill	485	485
Other real estate owned	1,004	1,526
Other assets	2,223	2,178
Total assets	\$ 181,830	\$ 182,084
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 28,753	\$ 26,702
Interest-bearing	128,666	130,964
Total deposits	157,419	157,666
Federal Home Loan Bank advances	4,000	4,000
Advances from borrowers for taxes and insurance	71	265
Other liabilities	2,941	2,996
Total liabilities	164,431	164,927
<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	31,393	31,059
Accumulated other comprehensive income	288	288
Common stock in treasury, at cost (2016 – 554,673 and 2015 – 550,773 shares)	(17,602)	(17,510)
Total stockholders' equity	17,399	17,157
Total liabilities and stockholders' equity	\$ 181,830	\$ 182,084

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Statements of Income

For the Nine months Ended September 30, 2016 and 2015

(unaudited, in thousands, except share data)

	Nine months Ended September 30, 2016	Nine months Ended September 30, 2015
Interest and Dividend Income		
Loans	\$ 3,665	\$ 3,837
Securities	5	6
Federal Home Loan Bank stock	6	3
Deposits with financial institutions and other	254	115
Total interest and dividend income	<u>3,930</u>	<u>3,961</u>
Interest Expense		
Deposits	112	118
Federal Home Loan Bank advances	157	157
Other	3	3
Total interest expense	<u>272</u>	<u>278</u>
Net Interest Income	3,658	3,683
Provision for Loan Losses	--	(1)
Net Interest Income After Provision for Loan Losses	<u>3,658</u>	<u>3,684</u>
Noninterest Income		
Insurance sales commissions	1,161	1,265
Customer service fees	491	448
Other service charges and fees	256	262
Net gain on sales of loans	345	221
Loan servicing fees, net of amortization of mortgage servicing rights	93	85
Other	163	102
Total noninterest income	<u>2,509</u>	<u>2,383</u>
Noninterest Expense		
Salaries and employee benefits	3,011	3,183
Occupancy expense	425	426
Equipment expense	587	508
Professional fees	189	173
Marketing expense	161	156
Printing and office supplies	176	193
Directors and committee fees	120	120
Other real estate owned expenses, net	13	(25)
FDIC deposit insurance expense	94	84
Other	494	481
Total noninterest expenses	<u>5,270</u>	<u>5,299</u>
Income Before Income Taxes	897	768
Income tax expenses	376	325
Net Income	<u>\$ 521</u>	<u>\$ 443</u>
Earnings per Share, Basic and Diluted	<u>\$ 1.16</u>	<u>\$ 0.95</u>
Dividends Declared per Share	<u>\$ 0.42</u>	<u>\$ 0.42</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

For the Three Months Ended September 30, 2016 and 2015

(unaudited, in thousands, except share data)

	Three Months Ended September 30, 2016	Three Months Ended September 30, 2015
Interest and Dividend Income		
Loans	\$ 1,256	\$ 1,255
Securities	2	2
Federal Home Loan Bank stock	2	1
Deposits with financial institutions and other	84	38
Total interest and dividend income	1,344	1,296
Interest Expense		
Deposits	37	39
Federal Home Loan Bank advances	53	53
Other	1	1
Total interest expense	91	93
Net Interest Income	1,253	1,203
Provision for Loan Losses	--	--
Net Interest Income After Provision for Loan Losses	1,253	1,203
Noninterest Income		
Insurance sales commissions	395	367
Customer service fees	176	155
Other service charges and fees	85	70
Net gain on sales of loans	206	95
Loan servicing fees, net of amortization of mortgage servicing rights	28	26
Other	59	34
Total noninterest income	949	747
Noninterest Expense		
Salaries and employee benefits	1,016	1,052
Occupancy expense	147	147
Equipment expense	210	172
Professional fees	62	60
Marketing expense	57	50
Printing and office supplies	50	65
Directors and committee fees	40	40
Other real estate owned expenses, net	29	(25)
FDIC deposit insurance expense	32	30
Other	176	146
Total noninterest expenses	1,819	1,737
Income Before Income Taxes	383	213
Income tax expenses	159	92
Net Income	\$ 224	\$ 121
Earnings per Share, Basic and Diluted	\$ 0.50	\$ 0.26
Dividends Declared per Share	\$ 0.14	\$ 0.14

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Selected Financial Data

(unaudited, in thousands, except share data)

	As of September 30, 2016	As of December 31, 2015
Total assets	\$ 181,830	\$ 182,084
Total loans, net	103,013	98,999
Loan loss reserve	1,045	1,037
Non-performing loans	1,025	974
Non-performing loans to total assets	0.56%	0.53%
Allowance for loan losses to total non-performing loans	101.95%	106.47%
Allowance for loan losses to total assets	0.57%	0.57%
Other real estate owned	1,004	1,526
Investment securities	207	250
Total deposits	157,419	157,666
Checking deposits	71,657	71,339
Money market deposits	32,701	32,301
Savings deposits	30,571	29,993
Certificates of deposit	22,490	24,033
Federal Home Loan Bank advances	4,000	4,000
Total stockholders' equity	17,399	17,157

	Three Months Ended September 30, 2016	Three Months Ended September 30, 2015	Nine months Ended September 30, 2016	Nine months Ended September 30, 2015
	(unaudited)			
Net interest margin (annualized)	2.92%	2.92%	2.86%	2.96%
ROA (annualized)	0.49%	0.27%	0.38%	0.33%
ROE (annualized)	5.15%	2.92%	4.04%	3.60%