



GREAT AMERICAN BANCORP, INC.

NEWS RELEASE

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Great American Bancorp, Inc. Announces Earnings for First Quarter 2017

Champaign, Illinois - Great American Bancorp, Inc. (OTC Pink®/GTPS), the holding company for First Federal Savings Bank of Champaign-Urbana, reported net income of \$195,000 for the quarter ended March 31, 2017, which is an increase of \$37,000, or 23.4% from the \$158,000 reported for the first quarter of 2016. Basic and fully diluted earnings per share were \$0.44 for the three months ended March 31, 2017 compared to \$0.35 for the same period in 2016. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 0.44% and 4.55% for the three months ended March 31, 2017, increasing from a 0.35% ROA and 3.69% ROE for the three months ended March 31, 2016.

Net income increased in the first quarter of 2017 compared to the first quarter of 2016 due to higher net interest income and an increase in total noninterest income, offset by an increase in total noninterest expense.

Net interest income was \$104,000 higher in the first quarter of 2017 due primarily to a \$41,000 increase in interest income from deposits with financial institutions and other, which are mostly overnight deposits maintained at the Federal Reserve Bank and the Federal Home Loan Bank (“FHLB”), and a \$52,000 decrease in interest expense on FHLB advances. The interest rate on deposits with financial institutions and other is dependent on the Federal funds target rate and interest income earned on these deposits was higher in 2017 due to the Federal funds target rate increasing by 25 basis points in December 2016 and an additional 25 basis points in mid-March 2017. Interest expense on FHLB advances decreased due to a \$4.00 million FHLB advance maturing in October 2016 which was outstanding during the first quarter of 2016.

Noninterest income increased \$36,000 in the first quarter of 2017 due to an increase in insurance sales commissions, mainly contingency commission income, offset by a reduction in the net gain on sales of loans. 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 \$58,000 higher in the first quarter of 2017 compared to the first quarter of 2016. Net gains on sales of loans decreased \$25,000 in 2017 due to the Company selling \$2.2 million in loans during the first quarter of 2017 compared to \$3.5 million in loans sold in the first quarter of 2016.

Total noninterest expense increased \$78,000, from \$1,757,000 for the first quarter of 2016 to \$1,835,000 for the first quarter of 2017, primarily salaries and employee benefits, equipment expense and other expenses.

Total assets at March 31, 2017 were \$184.18 million compared to \$180.60 million at December 31, 2016, increasing \$3.58 million. Total cash and cash equivalents increased \$7.58 million or 11.5%, from \$65.70 million at December 31, 2016 to \$73.28 million at March 31, 2017 due mainly to a decrease in total net loans and deposit growth. Total net loans, including loans held for sale, were \$102.05 million at March 31, 2017, decreasing \$3.62 million or 3.4% from total net loans of \$105.67 million at December 31, 2016. This decrease was primarily in commercial loans, multifamily mortgage loans and consumer loans. Total deposits increased \$3.12 million, from \$159.97 million at December 31, 2016 to \$163.09 million at March 31, 2017. This growth occurred primarily in 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."

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GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Balance Sheets

March 31, 2017 and December 31, 2016

(in thousands, except share data)

	March 31, 2017	December 31, 2016
	(Unaudited)	
<i>Assets</i>		
Cash and due from banks	\$ 3,034	\$ 6,007
Interest-bearing demand deposits	70,246	59,689
Cash and cash equivalents	73,280	65,696
Certificates of deposit investments	249	--
Securities available for sale	166	168
Securities held to maturity	19	20
Federal Home Loan Bank stock, at cost	275	704
Loans held for sale	644	326
Loans, net of allowance for loan losses of \$949 in 2017 and \$946 in 2016	101,405	105,347
Premises and equipment, net	4,433	4,527
Goodwill	485	485
Other real estate owned	1,022	1,140
Other assets	2,198	2,185
Total assets	\$ 184,176	\$ 180,598
 <i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 28,946	\$ 29,541
Interest-bearing	134,146	130,427
Total deposits	163,092	159,968
Advances from borrowers for taxes and insurance	470	273
Other liabilities	3,146	3,022
Total liabilities	166,708	163,263
 <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	31,612	31,479
Accumulated other comprehensive income	182	182
Common stock in treasury, at cost (2017 and 2016 – 556,323 shares)	(17,646)	(17,646)
Total stockholders' equity	17,468	17,335
Total liabilities and stockholders' equity	\$ 184,176	\$ 180,598

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Statements of Income
Three Months Ended March 31, 2017 and 2016

(in thousands, except share data)

	<u>2017</u>	<u>2016</u>
Interest and Dividend Income		
Loans	\$ 1,206	\$ 1,198
Securities	1	2
Dividends on Federal Home Loan Bank stock	2	2
Deposits with financial institutions and other	124	83
Total interest and dividend income	<u>1,333</u>	<u>1,285</u>
Interest Expense		
Deposits	34	38
Federal Home Loan Bank advances	--	52
Other	1	1
Total interest expense	<u>35</u>	<u>91</u>
Net Interest Income	<u>1,298</u>	1,194
Provision (Credit) for Loan Losses	<u>--</u>	<u>--</u>
Net Interest Income After Provision (Credit) for Loan Losses	<u>1,298</u>	<u>1,194</u>
Noninterest Income		
Insurance sales commissions	499	444
Customer service fees	151	153
Other service charges and fees	85	83
Net gain on sales of loans	43	68
Loan servicing fees, net of amortization of mortgage servicing rights	37	32
Other	56	55
Total noninterest income	<u>871</u>	<u>835</u>
Noninterest Expense		
Salaries and employee benefits	1,063	1,016
Occupancy expense	148	139
Equipment expense	218	181
Professional fees	67	62
Marketing expense	58	43
Printing and office supplies	44	69
Directors and committee fees	40	40
Other real estate owned expense, net	6	23
FDIC deposit insurance expense	15	31
Other	176	153
Total noninterest expense	<u>1,835</u>	<u>1,757</u>
Income Before Income Taxes	<u>334</u>	272
Income tax expense	<u>139</u>	114
Net Income	<u>\$ 195</u>	<u>\$ 158</u>
Earnings per share, basic and diluted	<u>\$ 0.44</u>	<u>\$ 0.35</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, 2017	As of December 31, 2016
Total assets	\$ 184,176	\$ 180,598
Total loans, net	102,049	105,673
Loan loss reserve	949	946
Non-performing loans	579	486
Non-performing loans to total assets	0.31%	0.27%
Allowance for loan losses to total non-performing loans	163.90%	194.65%
Allowance for loan losses to total assets	0.52%	0.52%
Other real estate owned	1,022	1,140
Investment securities	185	188
Total deposits	163,092	159,968
Checking deposits	74,798	74,299
Money market deposits	33,894	31,995
Savings deposits	33,588	31,982
Certificates of deposit	20,812	21,692
Total stockholders' equity	17,468	17,335
	Three Months Ended March 31, 2017	Three Months Ended March 31, 2016
	(unaudited)	
Net interest margin (annualized)	3.12%	2.83%
ROA (annualized)	0.44%	0.35%
ROE (annualized)	4.55%	3.69%