



GREAT AMERICAN BANCORP, INC.

NEWS RELEASE

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Great American Bancorp, Inc. Announces Earnings for Second Quarter 2021

Champaign, Illinois - Great American Bancorp, Inc. (OTC Pink®/GTPS), the holding company for First Federal Savings Bank of Champaign-Urbana, reported net income of \$349 thousand for the six months ended June 30, 2021, which is a decrease of \$220 thousand, or 38.7% from \$569 thousand reported for the six months ended June 30, 2020. Basic and fully diluted earnings per share were \$0.85 for the six months ended June 30, 2021 compared to \$1.34 for the same period in 2020. The return on average assets ("ROA") and the return on average equity ("ROE") were 0.32% and 3.78% for the six months ended June 30, 2021, decreasing from 0.62% ROA and 6.20% ROE for the same period in 2020.

Net interest income decreased \$296 thousand in the first six months of 2021 compared to the same period in 2020 due to a \$180 thousand decrease 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"). Interest income earned on deposits with financial institutions and other decreased due to the Federal Open Market Committee ("FOMC") decreasing the Federal funds target rate range to 0 to 1/4 percent in March 2020 as a result of the COVID-19 pandemic.

Noninterest income increased \$282 thousand in the first six months of 2021, from \$1.908 million for the first six months of 2020 to \$2.190 million in the first six months of 2021. The increase in noninterest income is primarily due to the increase in net gains on sales of loans. Net gain on sales of loans increased \$225 thousand in the first six months of 2021 compared to the same period in 2020 due to the Company selling \$22.579 million in loans during the first six months of 2021 compared to \$21.283 million in loans during the same period in 2020.

Total noninterest expense increased \$294 thousand, from \$3.645 million for the first six months in 2020 to \$3.939 million for the same period in 2021, primarily due to an increase in other real estate owned expense. Other real estate owned expense increased \$304 thousand for the first six months in 2021 compared to the same period in 2020 due to foreclosing on and repairing thirty-one 1-4 family non-owner occupied properties in March of 2021.

Net income for the three months ended June 30, 2021 was \$49 thousand, which is a decrease of \$240 thousand from \$289 thousand reported for the same period in 2020 primarily due to a decrease in interest income on loans and an increase in other real estate owned expense. Interest income on loans decreased \$152 thousand in the three months ended June 30, 2021 compared to the same period in 2020 primarily due to the decrease outstanding loans. Other real estate owned expense increased \$222 thousand for the three months ending June 30, 2021 compared to the same period in 2020 due to the aforementioned increase in other real estate owned.

Total assets at June 30, 2021 were \$211.684 million compared to \$203.659 million at December 31, 2020, increasing \$8.025 million. Total net loans, including loans held for sale, were \$87.354 million at June 30, 2021, decreasing \$4.687 million or 5.1% from total net loans of \$92.041 million at December 31, 2020. Total deposits increased \$11.972 million, from \$176.856 million at December 31, 2020 to \$188.828 million at June 30, 2021.

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
June 30, 2021 and December 31, 2020

(unaudited except amounts reported as of December 31, 2020; in thousands, except share data)

	2021	2020
<i>Assets</i>		
Cash and due from banks	\$ 3,600	\$ 5,567
Interest-bearing demand deposits	111,006	97,570
Cash and cash equivalents	114,606	103,137
Securities available for sale	56	70
Securities held to maturity	7	9
Federal Home Loan Bank stock, at cost	258	258
Loans held for sale	824	2,394
Loans, net of allowance for loan losses of 2021 - \$848; 2020 - \$990	86,530	89,647
Premises and equipment, net	4,051	4,131
Goodwill	485	485
Other real estate owned	2,325	752
Other assets	2,542	2,776
Total assets	\$ 211,684	\$ 203,659
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 47,231	\$ 41,845
Interest-bearing	141,597	135,011
Total deposits	188,828	176,856
Federal Home Loan Bank advances	-	4,000
Advances from borrowers for taxes and insurance	192	185
Other liabilities	4,016	3,995
Total liabilities	193,036	185,036
<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	34,760	34,550
Accumulated other comprehensive (loss) income	(701)	(701)
Common stock in treasury, at cost (2021 -590,476 shares; 2020 -585,135 shares)	(18,731)	(18,546)
Total stockholders' equity	18,648	18,623
Total liabilities and stockholders' equity	\$ 211,684	\$ 203,659

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Statements of Income
Six Months Ended June 30, 2021 and 2020

(unaudited, in thousands, except share data)

	2021	2020
Interest and Dividend Income		
Loans	\$ 2,226	\$ 2,344
Securities	1	2
Dividends on Federal Home Loan Bank stock	4	3
Deposits with financial institutions and other	58	238
Total interest and dividend income	<u>2,289</u>	<u>2,587</u>
Interest Expense		
Deposits	35	37
Other	2	2
Total interest expense	<u>37</u>	<u>39</u>
Net Interest Income	2,252	2,548
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>2,252</u>	<u>2,548</u>
Noninterest Income		
Insurance sales commissions	860	910
Customer service fees	186	205
Other service charges and fees	194	167
Net gain on sales of loans	735	510
Loan servicing fees, net of amortization of mortgage servicing rights	30	26
Net gain (loss) on sales of other real estate owned	86	(7)
Other	99	97
Total noninterest income	<u>2,190</u>	<u>1,908</u>
Noninterest Expense		
Salaries and employee benefits	2,177	2,201
Occupancy expense	306	300
Equipment expense	421	399
Professional fees	158	157
Marketing expense	78	99
Printing and office supplies	52	57
Directors and committee fees	88	88
Other real estate owned expense, net	315	11
FDIC deposit insurance expense	28	23
Other	316	310
Total noninterest expense	<u>3,939</u>	<u>3,645</u>
Income Before Income Taxes	503	811
Income tax expense	154	242
Net Income	<u>\$ 349</u>	<u>\$ 569</u>
Earnings per share, basic and diluted	<u>\$ 0.85</u>	<u>\$ 1.34</u>
Dividends Declared per Share	<u>\$ 0.34</u>	<u>\$ 0.34</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Three Months Ended June 30, 2021 and 2020

(unaudited, in thousands, except share data)

	2021	2020
Interest and Dividend Income		
Loans	\$ 1,047	\$ 1,199
Securities	-	1
Dividends on Federal Home Loan Bank stock	2	2
Deposits with financial institutions and other	32	20
Total interest and dividend income	<u>1,081</u>	<u>1,222</u>
Interest Expense		
Deposits	18	16
Other	1	1
Total interest expense	<u>19</u>	<u>17</u>
Net Interest Income	1,062	1,205
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>1,062</u>	<u>1,205</u>
Noninterest Income		
Insurance sales commissions	424	339
Customer service fees	98	80
Other service charges and fees	101	84
Net gain on sales of loans	291	427
Loan servicing fees, net of amortization of mortgage servicing rights	18	(4)
Net gain (loss) on sales of other real estate owned	74	-
Other	49	47
Total noninterest income	<u>1,055</u>	<u>973</u>
Noninterest Expense		
Salaries and employee benefits	1,081	1,057
Occupancy expense	156	148
Equipment expense	212	203
Professional fees	79	77
Marketing expense	43	43
Printing and office supplies	26	25
Directors and committee fees	44	44
Other real estate owned expense, net	223	1
FDIC deposit insurance expense	14	12
Other	163	154
Total noninterest expense	<u>2,041</u>	<u>1,764</u>
Income Before Income Taxes	76	414
Income tax expense	27	125
Net Income	<u>\$ 49</u>	<u>\$ 289</u>
Earnings per share, basic and diluted	<u>\$ 0.12</u>	<u>\$ 0.69</u>
Dividends Declared per Share	<u>\$ 0.17</u>	<u>\$ 0.17</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Selected Financial Data

(unaudited, in thousands, except share data)

	As of June 30, 2021	As of December 31, 2020
Total assets	\$ 211,684	\$ 203,659
Total loans, net	87,354	92,041
Loan loss reserve	848	990
Non-performing loans	31	2,483
Non-performing loans to total assets	0.01%	1.22%
Allowance for loan losses to total loans	0.96%	1.06%
Allowance for loan losses to total assets	0.40%	0.49%
Other real estate owned	2,325	752
Investment securities	63	79
Total deposits	188,828	176,856
Checking deposits	104,304	96,768
Money market deposits	25,651	28,180
Savings deposits	45,255	39,433
Certificates of deposit	13,618	12,475
Total stockholders' equity	18,648	18,623

	Three Months Ended June 30, 2021	Three Months Ended June 30, 2020	Six Months Ended June 30, 2021	Six Months Ended June 30, 2020
Net interest margin (annualized)	2.03%	2.65%	2.21%	2.94%
Return on average assets (annualized)	0.09%	0.60%	0.32%	0.62%
Return on average equity (annualized)	1.05%	6.29%	3.78%	6.20%