



NEWS RELEASE

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Great American Bancorp, Inc. Announces Earnings for Third 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 \$317 thousand for the nine months ended September 30, 2021, which is a decrease of \$687 thousand, or 68.4% from \$1.004 million reported for the nine months ended September 30, 2020. Basic and fully diluted earnings per share were \$0.77 for the nine months ended September 30, 2021 compared to \$2.38 for the same period in 2020. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 0.20% and 2.28% for the nine months ended September 30, 2021, decreasing from 0.71% ROA and 7.24% ROE for the same period in 2020.

Net interest income decreased \$440 thousand in the first nine months of 2021 compared to the same period in 2020. Interest income from loans decreased \$280 thousand for the first nine months in 2021 compared to the same period in 2020 due to a decrease in outstanding loans during the period. The yield on loans increased to 4.95% for the first nine months of 2021 from 4.84% for the same period in 2020. 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”) decreased \$159 thousand in the first nine months of 2021 compared to the same period in 2020 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 decreased \$80 thousand in the first nine months of 2021, from \$3.143 million for the first nine months of 2020 to \$3.063 million in the first nine months of 2021. The decrease in noninterest income is primarily due to the decrease in net gains on sales of loans. Net gain on sales of loans decreased \$221 thousand in the first nine months of 2021 compared to the same period in 2020 due to the Company selling \$27.685 million in loans during the first nine months of 2021 compared to \$37.524 million in loans during the same period in 2020.

Total noninterest expense increased \$491 thousand, from \$5.440 million for the first nine months in 2020 to \$5.931 million for the same period in 2021, primarily due to an increase in other real estate owned expense. Other real estate owned expense increased \$482 thousand for the first nine 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 (loss) income for the three months ended September 30, 2021 was \$(32) thousand, which is a decrease of \$467 thousand from \$435 thousand reported for the same period in 2020 primarily due to a decrease in net gain on sales of loans and an increase in other real estate owned expense. Net gain on sales of loans decreased \$446 thousand for the three months ending September 30, 2021 compared to the same period in 2020 due to the Company selling \$5.106 million in loans during the third quarter of 2021 compared to \$16.240 million in loans during the same period in 2020. Other real estate owned expense increased \$178 thousand for the three months ending September 30, 2021 compared to the same period in 2020 due to the aforementioned increase in other real estate owned.

Total assets at September 30, 2021 were \$210.307 million compared to \$203.659 million at December 31, 2020, increasing \$6.648 million. Total net loans, including loans held for sale, were \$86.106 million at September 30, 2021, decreasing \$5.935 million or 6.4% from total net loans of \$92.041 million at December 31, 2020. Total deposits increased \$10.811 million, from \$176.856 million at December 31, 2020 to \$187.667 million at September 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
September 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	\$ 3,994	\$ 5,567
Interest-bearing demand deposits	110,890	97,570
Cash and cash equivalents	114,884	103,137
Securities available for sale	54	70
Securities held to maturity	7	9
Federal Home Loan Bank stock, at cost	258	258
Loans held for sale	284	2,394
Loans, net of allowance for loan losses of 2021 - \$849; 2020 - \$990	85,822	89,647
Premises and equipment, net	4,069	4,131
Goodwill	485	485
Other real estate owned	1,888	752
Other assets	2,556	2,776
Total assets	\$ 210,307	\$ 203,659
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 49,174	\$ 41,845
Interest-bearing	138,493	135,011
Total deposits	187,667	176,856
Federal Home Loan Bank advances	-	4,000
Advances from borrowers for taxes and insurance	58	185
Other liabilities	4,042	3,995
Total liabilities	191,767	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	34,659	34,550
Accumulated other comprehensive (loss) income	(701)	(701)
Common stock in treasury, at cost (2021 -590,686 shares; 2020 -585,135 shares)	(18,738)	(18,546)
Total stockholders' equity	18,540	18,623
Total liabilities and stockholders' equity	\$ 210,307	\$ 203,659

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

(unaudited, in thousands, except share data)

	<u>2021</u>	<u>2020</u>
Interest and Dividend Income		
Loans	\$ 3,284	\$ 3,564
Securities	1	3
Dividends on Federal Home Loan Bank stock	5	5
Deposits with financial institutions and other	101	260
Total interest and dividend income	<u>3,391</u>	<u>3,832</u>
Interest Expense		
Deposits	52	53
Other	3	3
Total interest expense	<u>55</u>	<u>56</u>
Net Interest Income	3,336	3,776
Provision (Credit) for Loan Losses	-	50
Net Interest Income After Provision (Credit) for Loan Losses	<u>3,336</u>	<u>3,726</u>
Noninterest Income		
Insurance sales commissions	1,290	1,314
Customer service fees	298	309
Other service charges and fees	291	261
Net gain on sales of loans	881	1,102
Loan servicing fees, net of amortization of mortgage servicing rights	47	31
Net gain (loss) on sales of other real estate owned	97	(11)
Other	159	137
Total noninterest income	<u>3,063</u>	<u>3,143</u>
Noninterest Expense		
Salaries and employee benefits	3,245	3,269
Occupancy expense	456	467
Equipment expense	642	608
Professional fees	228	229
Marketing expense	109	130
Printing and office supplies	79	84
Directors and committee fees	132	132
Other real estate owned expense, net	506	24
FDIC deposit insurance expense	43	39
Other	491	458
Total noninterest expense	<u>5,931</u>	<u>5,440</u>
Income Before Income Taxes	468	1,429
Income tax expense	151	425
Net Income	<u>\$ 317</u>	<u>\$ 1,004</u>
Earnings per share, basic and diluted	<u>\$ 0.77</u>	<u>\$ 2.38</u>
Dividends Declared per Share	<u>\$ 0.51</u>	<u>\$ 0.51</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Three Months Ended September 30, 2021 and 2020

(unaudited, in thousands, except share data)

	2021	2020
Interest and Dividend Income		
Loans	\$ 1,058	\$ 1,220
Securities	-	1
Dividends on Federal Home Loan Bank stock	1	2
Deposits with financial institutions and other	43	22
Total interest and dividend income	<u>1,102</u>	<u>1,245</u>
Interest Expense		
Deposits	17	16
Other	1	1
Total interest expense	<u>18</u>	<u>17</u>
Net Interest Income	<u>1,084</u>	<u>1,228</u>
Provision (Credit) for Loan Losses	-	50
Net Interest Income After Provision (Credit) for Loan Losses	<u>1,084</u>	<u>1,178</u>
Noninterest Income		
Insurance sales commissions	430	404
Customer service fees	112	104
Other service charges and fees	97	94
Net gain on sales of loans	146	592
Loan servicing fees, net of amortization of mortgage servicing rights	17	5
Net gain (loss) on sales of other real estate owned	11	(4)
Other	60	40
Total noninterest income	<u>873</u>	<u>1,235</u>
Noninterest Expense		
Salaries and employee benefits	1,068	1,068
Occupancy expense	150	167
Equipment expense	221	209
Professional fees	70	72
Marketing expense	31	31
Printing and office supplies	27	27
Directors and committee fees	44	44
Other real estate owned expense, net	191	13
FDIC deposit insurance expense	15	16
Other	175	148
Total noninterest expense	<u>1,992</u>	<u>1,795</u>
Income Before Income Taxes	<u>(35)</u>	<u>618</u>
Income tax (benefit) expense	<u>(3)</u>	<u>183</u>
Net (Loss) Income	<u>\$ (32)</u>	<u>\$ 435</u>
Earnings per share, basic and diluted	<u>\$ (0.08)</u>	<u>\$ 1.04</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 September 30, 2021	As of December 31, 2020
Total assets	\$ 210,307	\$ 203,659
Total loans, net	86,106	92,041
Loan loss reserve	849	990
Non-performing loans	108	2,483
Non-performing loans to total assets	0.05%	1.22%
Allowance for loan losses to total loans	0.98%	1.06%
Allowance for loan losses to total assets	0.40%	0.49%
Other real estate owned	1,888	752
Investment securities	61	79
Total deposits	187,667	176,856
Checking deposits	104,526	96,768
Money market deposits	24,667	28,180
Savings deposits	45,118	39,433
Certificates of deposit	13,356	12,475
Total stockholders' equity	18,540	18,623

	Three Months Ended September 30, 2021	Three Months Ended September 30, 2020	Nine Months Ended September 30, 2021	Nine Months Ended September 30, 2020
Net interest margin (annualized)	2.16%	2.61%	2.19%	2.83%
Return on average assets (annualized)	-0.06%	0.87%	0.20%	0.71%
Return on average equity (annualized)	-0.68%	9.27%	2.28%	7.24%