



NEWS RELEASE

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Great American Bancorp, Inc. Announces Earnings for the Six Months Ending June 30, 2022

Champaign, Illinois - Great American Bancorp, Inc. (OTC Pink®/GTPS), the holding company for First Federal Savings Bank of Champaign-Urbana, reported net income of \$238 thousand for the six months ended June 30, 2022, which is a decrease of \$111 thousand, or 31.8% from \$349 thousand reported for the six months ended June 30, 2021. Basic and fully diluted earnings per share were \$0.58 for the six months ended June 30, 2022 compared to \$0.85 for the same period in 2021. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 0.21% and 2.59% for the six months ended June 30, 2022, decreasing from 0.32% ROA and 3.78% ROE for the same period in 2021.

Interest income from loans decreased \$336 thousand in the first six months of 2022 compared to the same period in 2021 due to a \$187 thousand decrease in interest income related to the Paycheck Protection Program loans. 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”) increased \$164 thousand in the first six months of 2022 compared to the same period in 2021 due to the Federal Open Market Committee (“FOMC”) increasing the Federal funds target rate range from 0 to 1/4 percent in March 2022 to 1 ½ to 1 ¾ percent by the end of June 2022. Interest on securities increased \$169 thousand in the first six months of 2022 compared to the same period in 2021 due the Company purchasing a total of \$50 million United State Treasury bonds beginning in December 2021.

Noninterest income decreased \$361 thousand in the first six months of 2022 compared to the same period in 2021, from \$2.190 million for 2021 to \$1.829 million for 2022. 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 \$461 thousand for the six months ending June 30, 2022 compared to the same period in 2021 due to the Company selling \$10.846 million in loans during the first six months of 2022 compared to \$22.579 million in loans during the same period in 2021.

Total noninterest expense decreased \$196 thousand, from \$3.939 million for the six months in 2021 to \$3.743 million for the six months in 2022, primarily due to a decrease in other real estate owned expense. Other real estate owned expense decreased \$217 thousand for the six months in 2022 compared to the same period in 2021 due to maintaining less other real estate properties during 2022 compared to the same period in 2021. The Company sold thirty-one properties during the period of June 30, 2021 to June 30, 2022 and currently has eight properties remaining.

Net income for the three months ended June 30, 2022 was \$160 thousand, which is an increase of \$111 thousand from \$49 thousand reported for the same period in 2021. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 0.28% and 3.47% for the three months ended June 30, 2022, increasing from 0.09% ROA and 1.05% ROE for the same period in 2021.

Total assets at June 30, 2022 were \$217.356 million compared to \$230.054 million at December 31, 2021, decreasing \$12.698 million. Total net loans, including loans held for sale, were \$89.646 million at June 30, 2022, increasing \$2.081 million or 2.4% from total net loans of \$87.565 million at December 31, 2021. Total deposits decreased \$12.636 million, from \$207.349 million at December 31, 2021 to \$194.713 million at June 30, 2022.

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, 2022 and December 31, 2021

(unaudited except amounts reported as of December 31, 2021; in thousands, except share data)

	2022	2021
<i>Assets</i>		
Cash and due from banks	\$ 3,592	\$ 4,356
Interest-bearing demand deposits	66,659	120,265
Cash and cash equivalents	70,251	124,621
Securities available for sale	34	52
Securities held to maturity	49,736	9,984
Federal Home Loan Bank stock, at cost	258	258
Loans held for sale	-	436
Loans, net of allowance for loan losses of 2022 - \$864; 2021 - \$867	89,646	87,129
Premises and equipment, net	3,920	4,041
Goodwill	485	485
Other real estate owned	511	689
Other assets	2,515	2,359
Total assets	\$ 217,356	\$ 230,054
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 50,594	\$ 50,277
Interest-bearing	144,119	157,072
Total deposits	194,713	207,349
Advances from borrowers for taxes and insurance	224	268
Other liabilities	3,844	3,852
Total liabilities	198,781	211,469
<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	34,771	34,671
Accumulated other comprehensive (loss) income	(668)	(668)
Common stock in treasury, at cost (2022 -593,986 shares; 2021 -590,686 shares)	(18,848)	(18,738)
Total stockholders' equity	18,575	18,585
Total liabilities and stockholders' equity	\$ 217,356	\$ 230,054

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Six Months Ended June 30, 2022 and 2021

(unaudited, in thousands, except share data)

	2022	2021
Interest and Dividend Income		
Loans	\$ 1,890	\$ 2,226
Securities	170	1
Dividends on Federal Home Loan Bank stock	3	4
Deposits with financial institutions and other	222	58
Total interest and dividend income	<u>2,285</u>	<u>2,289</u>
Interest Expense		
Deposits	32	35
Other	2	2
Total interest expense	<u>34</u>	<u>37</u>
Net Interest Income	2,251	2,252
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>2,251</u>	<u>2,252</u>
Noninterest Income		
Insurance sales commissions	938	860
Customer service fees	237	186
Other service charges and fees	177	194
Net gain on sales of loans	274	735
Loan servicing fees, net of amortization of mortgage servicing rights	53	30
Net gain on sales of other real estate owned	33	86
Other	117	99
Total noninterest income	<u>1,829</u>	<u>2,190</u>
Noninterest Expense		
Salaries and employee benefits	2,148	2,177
Occupancy expense	290	306
Equipment expense	445	421
Professional fees	153	158
Marketing expense	96	78
Printing and office supplies	64	52
Directors and committee fees	88	88
Other real estate owned expense, net	98	315
FDIC deposit insurance expense	31	28
Other	330	316
Total noninterest expense	<u>3,743</u>	<u>3,939</u>
Income Before Income Taxes	337	503
Income tax expense	<u>99</u>	<u>154</u>
Net Income	<u>\$ 238</u>	<u>\$ 349</u>
Earnings per share, basic and diluted	<u>\$ 0.58</u>	<u>\$ 0.85</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, 2022 and 2021

(unaudited, in thousands, except share data)

	2022	2021
Interest and Dividend Income		
Loans	\$ 939	\$ 1,047
Securities	124	-
Dividends on Federal Home Loan Bank stock	2	2
Deposits with financial institutions and other	174	32
Total interest and dividend income	<u>1,239</u>	<u>1,081</u>
Interest Expense		
Deposits	16	18
Other	1	1
Total interest expense	<u>17</u>	<u>19</u>
Net Interest Income	1,222	1,062
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>1,222</u>	<u>1,062</u>
Noninterest Income		
Insurance sales commissions	388	424
Customer service fees	119	98
Other service charges and fees	90	101
Net gain on sales of loans	177	291
Loan servicing fees, net of amortization of mortgage servicing rights	24	18
Net gain on sales of other real estate owned	29	74
Other	52	49
Total noninterest income	<u>879</u>	<u>1,055</u>
Noninterest Expense		
Salaries and employee benefits	1,066	1,081
Occupancy expense	140	156
Equipment expense	221	212
Professional fees	79	79
Marketing expense	57	43
Printing and office supplies	33	26
Directors and committee fees	44	44
Other real estate owned expense, net	53	223
FDIC deposit insurance expense	16	14
Other	169	163
Total noninterest expense	<u>1,878</u>	<u>2,041</u>
Income Before Income Taxes	223	76
Income tax expense	63	27
Net Income	<u>\$ 160</u>	<u>\$ 49</u>
Earnings per share, basic and diluted	<u>\$ 0.39</u>	<u>\$ 0.12</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, 2022	As of December 31, 2021
Total assets	\$ 217,356	\$ 230,054
Total loans, net	89,646	87,565
Loan loss reserve	864	867
Non-performing loans	30	30
Non-performing loans to total assets	0.01%	0.01%
Allowance for loan losses to total loans	0.95%	0.98%
Allowance for loan losses to total assets	0.40%	0.38%
Other real estate owned	511	689
Investment securities	49,770	10,036
Total deposits	194,713	207,349
Checking deposits	106,387	122,025
Money market deposits	27,679	26,397
Savings deposits	47,555	45,922
Certificates of deposit	13,092	13,005
Total stockholders' equity	18,575	18,585

	Three Months Ended June 30, 2022	Three Months Ended June 30, 2021	Six Months Ended June 30, 2022	Six Months Ended June 30, 2021
Net interest margin (annualized)	2.25%	2.03%	2.11%	2.21%
Return on average assets (annualized)	0.28%	0.09%	0.21%	0.32%
Return on average equity (annualized)	3.47%	1.05%	2.59%	3.78%