



GREAT AMERICAN BANCORP, INC.

NEWS RELEASE

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July 18, 2017

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Great American Bancorp, Inc. Announces Earnings for Second 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 \$357,000 for the six months ended June 30, 2017, which is an increase of \$60,000, or 20.2% from the \$297,000 reported for the first six months of 2016. Basic and fully diluted earnings per share were \$0.81 for the six months ended June 30, 2017 compared to \$0.66 for the same period in 2016. The return on average assets ("ROA") and the return on average equity ("ROE") were 0.40% and 4.13% for the six months ended June 30, 2017, increasing from a 0.33% ROA and 3.47% ROE for the six months ended June 30, 2016.

Net income increased in the first six months of 2017 compared to the first six months 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 \$243,000 higher in the first six months of 2017 due primarily to a \$129,000 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 \$104,000 decrease in interest expense on FHLB advances. Interest income earned on deposits with financial institutions and other was higher in 2017 due to the Federal Open Market Committee ("FOMC") increasing the Federal funds target rate three times since June 2016. The FOMC increased the Federal funds target rate by 25 basis points each in December 2016, March 2017 and June 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 six months of 2016.

Noninterest income increased \$107,000 in the first six months of 2017, from \$1,560,000 for the six months ended June 30, 2016 to \$1,667,000 in the first six months of 2017 due primarily to an increase in insurance sales commissions, mainly contingency commission income and an increase 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 \$45,000 higher in the first six months of 2017 compared to the same period in 2016. Net gains on sales of loans increased \$31,000 in 2017 due to the Company selling \$8.1 million in loans during the first six months of 2017 compared to \$7.2 million in loans sold in the first six months of 2016.

Total noninterest expense increased \$247,000, from \$3,451,000 for the first six months of 2016 to \$3,698,000 for the first six months of 2017, primarily salaries and employee benefits, equipment expense, other real estate expense, other expenses.

Net income was \$23,000 higher in the three months ended June 30, 2017 compared to the second quarter of 2016 primarily due to increases in net interest income and noninterest income, offset by higher noninterest expenses.

Total assets at June 30, 2017 were \$176.35 million compared to \$180.60 million at December 31, 2016, decreasing \$4.25 million. Total net loans, including loans held for sale, were \$102.30 million at June 30, 2017, decreasing \$3.37 million or 3.2% from total net loans of \$105.67 million at December 31, 2016. This decrease was primarily in commercial loans and consumer loans. Total deposits decreased \$4.51 million, from \$159.97 million at December 31, 2016 to \$155.46 million at June 30, 2017. Decreases in total demand deposits and time deposits were offset by an increase in savings deposits.

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."

GTPS-pr-2017-04

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Balance Sheets
June 30, 2017 and December 31, 2016

(in thousands, except share data)

	June 30, 2017 (Unaudited)	December 31, 2016
<i>Assets</i>		
Cash and due from banks	\$ 3,584	\$ 6,007
Interest-bearing demand deposits	61,522	59,689
Cash and cash equivalents	65,106	65,696
Certificates of deposit investments	249	--
Securities available for sale	151	168
Securities held to maturity	18	20
Federal Home Loan Bank stock, at cost	278	704
Loans held for sale	1,101	326
Loans, net of allowance for loan losses of \$938 in 2017 and \$946 in 2016	101,202	105,347
Premises and equipment, net	4,404	4,527
Goodwill	485	485
Other real estate owned	1,029	1,140
Other assets	2,325	2,185
Total assets	\$ 176,348	\$ 180,598
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 27,370	\$ 29,541
Interest-bearing	128,090	130,427
Total deposits	155,460	159,968
Advances from borrowers for taxes and insurance	289	273
Other liabilities	3,050	3,022
Total liabilities	158,799	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	31,712	31,479
Accumulated other comprehensive income	183	182
Common stock in treasury, at cost (2017 – 556,969 shares; 2016 – 556,323 shares)	(17,666)	(17,646)
Total stockholders' equity	17,549	17,335
Total liabilities and stockholders' equity	\$ 176,348	\$ 180,598

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Statements of Income
For the Six Months Ended June 30, 2017 and 2016
(unaudited, in thousands, except share data)

	Six Months Ended June 30, 2017	Six Months Ended June 30, 2016
Interest and Dividend Income		
Loans	\$ 2,413	\$ 2,409
Securities	3	3
Federal Home Loan Bank stock	3	4
Deposits with financial institutions and other	299	170
Total interest and dividend income	<u>2,718</u>	<u>2,586</u>
Interest Expense		
Deposits	68	75
Federal Home Loan Bank advances	--	104
Other	2	2
Total interest expense	<u>70</u>	<u>181</u>
Net Interest Income	2,648	2,405
Provision for Loan Losses	--	--
Net Interest Income After Provision for Loan Losses	<u>2,648</u>	<u>2,405</u>
Noninterest Income		
Insurance sales commissions	815	766
Customer service fees	318	315
Other service charges and fees	173	171
Net gain on sales of loans	170	139
Loan servicing fees, net of amortization of mortgage servicing rights	72	65
Other	119	104
Total noninterest income	<u>1,667</u>	<u>1,560</u>
Noninterest Expense		
Salaries and employee benefits	2,098	1,995
Occupancy expense	289	278
Equipment expense	434	377
Professional fees	134	127
Marketing expense	135	104
Printing and office supplies	78	126
Directors and committee fees	80	80
Other real estate owned expenses, net	44	(16)
FDIC deposit insurance expense	29	62
Other	377	318
Total noninterest expenses	<u>3,698</u>	<u>3,451</u>
Income Before Income Taxes	617	514
Income tax expenses	260	217
Net Income	<u>\$ 357</u>	<u>\$ 297</u>
Earnings per Share, Basic and Diluted	<u>\$ 0.81</u>	<u>\$ 0.66</u>
Dividends Declared per Share	<u>\$ 0.28</u>	<u>\$ 0.28</u>

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

For the Three Months Ended June 30, 2017 and 2016

(unaudited, in thousands, except share data)

	Three Months Ended June 30, 2017	Three Months Ended June 30, 2016
Interest and Dividend Income		
Loans	\$ 1,207	\$ 1,211
Securities	2	1
Federal Home Loan Bank stock	1	2
Deposits with financial institutions and other	175	87
Total interest and dividend income	<u>1,385</u>	<u>1,301</u>
Interest Expense		
Deposits	34	37
Federal Home Loan Bank advances	--	52
Other	1	1
Total interest expense	<u>35</u>	<u>90</u>
Net Interest Income	1,350	1,211
Provision for Loan Losses	--	--
Net Interest Income After Provision for Loan Losses	<u>1,350</u>	<u>1,211</u>
Noninterest Income		
Insurance sales commissions	316	322
Customer service fees	167	162
Other service charges and fees	88	88
Net gain on sales of loans	127	71
Loan servicing fees, net of amortization of mortgage servicing rights	35	33
Other	63	49
Total noninterest income	<u>796</u>	<u>725</u>
Noninterest Expense		
Salaries and employee benefits	1,035	979
Occupancy expense	141	139
Equipment expense	216	196
Professional fees	67	65
Marketing expense	77	61
Printing and office supplies	34	57
Directors and committee fees	40	40
Other real estate owned expenses, net	38	(39)
FDIC deposit insurance expense	14	31
Other	201	165
Total noninterest expenses	<u>1,863</u>	<u>1,694</u>
Income Before Income Taxes	283	242
Income tax expenses	121	103
Net Income	<u>\$ 162</u>	<u>\$ 139</u>
Earnings per Share, Basic and Diluted	<u>\$ 0.37</u>	<u>\$ 0.31</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 June 30, 2017	As of December 31, 2016
Total assets	\$ 176,348	\$ 180,598
Total loans, net	102,303	105,673
Loan loss reserve	938	946
Non-performing loans	387	486
Non-performing loans to total assets	0.22%	0.27%
Allowance for loan losses to total non-performing loans	242.38%	194.65%
Allowance for loan losses to total assets	0.53%	0.52%
Other real estate owned	1,029	1,140
Investment securities	169	188
Total deposits	155,460	159,968
Checking deposits	70,585	74,299
Money market deposits	32,079	31,995
Savings deposits	32,863	31,982
Certificates of deposit	19,933	21,692
Total stockholders' equity	17,549	17,335

	Three Months Ended June 30, 2017	Three Months Ended June 30, 2016	Six Months Ended June 30, 2017	Six Months Ended June 30, 2016
		(unaudited)		
Net interest margin (annualized)	3.23%	2.83%	3.16%	2.83%
ROA (annualized)	0.36%	0.30%	0.40%	0.33%
ROE (annualized)	3.72%	3.24%	4.13%	3.47%