



# GREAT AMERICAN BANCORP, INC.

## NEWS RELEASE

**FOR IMMEDIATE RELEASE**

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### **Great American Bancorp, Inc. Announces Earnings for the Year Ending December 31, 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 \$1.098 million for the year ended December 31, 2022, which is an increase of \$700 thousand, or 175.8% from \$398 thousand reported for the year ended December 31, 2021. Basic and fully diluted earnings per share were \$2.71 for the year ended December 31, 2022 compared to \$0.97 for the same period in 2021. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 0.49% and 5.88% for the year ended December 31, 2022, increasing from 0.18% ROA and 2.14% ROE for the same period in 2021.

Interest income from loans decreased \$400 thousand in 2022 compared to 2021 due to a \$407 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, increased \$612 thousand in 2022 compared to 2021 due to the Federal Open Market Committee increasing the Federal funds target rate range from 0 to 1/4 percent in March 2022 to 4 ¼ to 4 ½ percent by the end of December 2022. Interest on securities increased \$1.019 million in 2022 compared to 2021 due the Company purchasing a total of \$90 million par value United States Treasury bonds beginning in December 2021.

Noninterest income decreased \$609 thousand in 2022 compared to 2021, from \$3.966 million for 2021 to \$3.357 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 \$598 thousand for 2022 compared to 2021 due to the Company selling \$16.918 million in loans during 2022 compared to \$34.030 million in loans during 2021.

Total noninterest expense decreased \$264 thousand, from \$7.744 million for 2021 to \$7.480 million for 2022, primarily due to a decrease in other real estate owned expense. Other real estate owned expense decreased \$420 thousand in 2022 compared to 2021 due to maintaining less other real estate properties during 2022 compared to 2021. The Company had ten other real estate owned properties as of December 31, 2020 and took possession of an additional thirty-two properties in March 2021. As of December 31, 2022 and 2021, the Company had possession of five and ten properties, respectively.

Net income for the three months ended December 31, 2022 was \$480 thousand, which is an increase of \$399 thousand from \$81 thousand reported for the same period in 2021. The return on average assets ("ROA") and the return on average equity ("ROE") were 0.87% and 10.10% for the three months ended December 31, 2022, increasing from 0.15% ROA and 1.74% ROE for the same period in 2021.

Total assets at December 31, 2022 were \$218.874 million compared to \$230.054 million at December 31, 2021, a decrease of \$11.180 million. Total net loans, including loans held for sale, were \$92.147 million at December 31, 2022, increasing \$4.582 million or 5.23% from total net loans of \$87.565 million at December 31, 2021. Total deposits decreased \$11.310 million, from \$207.349 million at December 31, 2021 to \$196.039 million at December 31, 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<sup>®</sup>, under the symbol, "GTPS."

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**GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY**  
**Consolidated Balance Sheets**  
**December 31, 2022 and 2021**

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

	<b>2022</b>	2021
<i>Assets</i>		
Cash and due from banks	\$ 4,477	\$ 4,356
Interest-bearing demand deposits	<b>25,960</b>	120,265
Cash and cash equivalents	<b>30,437</b>	124,621
Securities available for sale	<b>21</b>	52
Securities held to maturity	<b>89,094</b>	9,984
Federal Home Loan Bank stock, at cost	<b>258</b>	258
Loans held for sale	-	436
Loans, net of allowance for loan losses of 2022 - \$861; 2021 - \$867	<b>92,147</b>	87,129
Premises and equipment, net	<b>3,842</b>	4,041
Goodwill	<b>485</b>	485
Other real estate owned	<b>323</b>	689
Other assets	<b>2,267</b>	2,359
Total assets	<b>\$ 218,874</b>	<b>\$ 230,054</b>
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 50,742	\$ 50,277
Interest-bearing	<b>145,297</b>	157,072
Total deposits	<b>196,039</b>	207,349
Advances from borrowers for taxes and insurance	<b>229</b>	268
Other liabilities	<b>3,038</b>	3,852
Total liabilities	<b>199,306</b>	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	<b>10</b>	10
Additional paid-in capital	<b>3,310</b>	3,310
Retained earnings	<b>35,494</b>	34,671
Accumulated other comprehensive (loss) income	<b>(199)</b>	(668)
Common stock in treasury, at cost (2022 - 600,011 shares; 2021 - 590,686 shares)	<b>(19,047)</b>	(18,738)
Total stockholders' equity	<b>19,568</b>	18,585
Total liabilities and stockholders' equity	<b>\$ 218,874</b>	<b>\$ 230,054</b>

**GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY**  
**Consolidated Statements of Income**  
**Year Ended December 31, 2022 and 2021**

(unaudited, in thousands, except share data)

	<u>2022</u>	<u>2021</u>
Interest and Dividend Income		
Loans	\$ 3,899	\$ 4,299
Securities	1,022	3
Dividends on Federal Home Loan Bank stock	6	7
Deposits with financial institutions and other	755	143
Total interest and dividend income	<u>5,682</u>	<u>4,452</u>
Interest Expense		
Deposits	64	68
Other	4	4
Total interest expense	<u>68</u>	<u>72</u>
Net Interest Income	5,614	4,380
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>5,614</u>	<u>4,380</u>
Noninterest Income		
Insurance sales commissions	1,682	1,601
Customer service fees	490	414
Other service charges and fees	351	388
Net gain on sales of loans	438	1,036
Loan servicing fees, net of amortization of mortgage servicing rights	118	65
Net gain on sales of other real estate owned	79	256
Other	199	206
Total noninterest income	<u>3,357</u>	<u>3,966</u>
Noninterest Expense		
Salaries and employee benefits	4,299	4,262
Occupancy expense	597	598
Equipment expense	896	865
Professional fees	309	305
Marketing expense	192	160
Printing and office supplies	129	110
Directors and committee fees	176	176
Other real estate owned expense, net	143	563
FDIC deposit insurance expense	61	58
Other	678	647
Total noninterest expense	<u>7,480</u>	<u>7,744</u>
Income Before Income Taxes	1,491	602
Income tax expense	<u>393</u>	<u>204</u>
Net Income	<u>\$ 1,098</u>	<u>\$ 398</u>
Earnings per share, basic and diluted	<u>\$ 2.71</u>	<u>\$ 0.97</u>
Dividends Declared per Share	<u>\$ 0.68</u>	<u>\$ 0.68</u>

# GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

## Consolidated Statements of Income

Three Months Ended December 31, 2022 and 2021

(unaudited, in thousands, except share data)

	<u>2022</u>	<u>2021</u>
Interest and Dividend Income		
Loans	\$ 1,034	\$ 1,015
Securities	547	2
Dividends on Federal Home Loan Bank stock	2	2
Deposits with financial institutions and other	241	42
Total interest and dividend income	<u>1,824</u>	<u>1,061</u>
Interest Expense		
Deposits	16	16
Other	1	1
Total interest expense	<u>17</u>	<u>17</u>
Net Interest Income	<u>1,807</u>	<u>1,044</u>
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>1,807</u>	<u>1,044</u>
Noninterest Income		
Insurance sales commissions	320	311
Customer service fees	129	116
Other service charges and fees	86	97
Net gain on sales of loans	40	155
Loan servicing fees, net of amortization of mortgage servicing rights	35	18
Net gain on sales of other real estate owned	(13)	159
Other	40	47
Total noninterest income	<u>637</u>	<u>903</u>
Noninterest Expense		
Salaries and employee benefits	1,055	1,017
Occupancy expense	145	142
Equipment expense	211	223
Professional fees	72	77
Marketing expense	47	51
Printing and office supplies	33	31
Directors and committee fees	44	44
Other real estate owned expense, net	4	57
FDIC deposit insurance expense	15	15
Other	176	156
Total noninterest expense	<u>1,802</u>	<u>1,813</u>
Income Before Income Taxes	<u>642</u>	<u>134</u>
Income tax expense	<u>162</u>	<u>53</u>
Net Income (loss)	<u>\$ 480</u>	<u>\$ 81</u>
Earnings per share, basic and diluted	<u>\$ 1.19</u>	<u>\$ 0.20</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)

	<b>As of</b> <b>December 31,</b> <b>2022</b>	<b>As of</b> <b>December 31,</b> <b>2021</b>
Total assets	\$ 218,874	\$ 230,054
Total loans, net	92,147	87,565
Loan loss reserve	861	867
Non-performing loans	-	30
Non-performing loans to total assets	0.00%	0.01%
Allowance for loan losses to total loans	0.93%	0.98%
Allowance for loan losses to total assets	0.39%	0.38%
Other real estate owned	323	689
Investment securities	89,115	10,036
Total deposits	196,039	207,349
Checking deposits	108,199	122,025
Money market deposits	28,353	26,397
Savings deposits	47,457	45,922
Certificates of deposit	12,030	13,005
Total stockholders' equity	19,568	18,585

	<b>Three Months</b> <b>Ended</b> <b>December 31, 2022</b>	Three Months Ended December 31, 2021	<b>Year</b> <b>Ended</b> <b>December 31, 2022</b>	Year Ended December 31, 2021
Net interest margin (annualized)	3.46%	2.05%	2.66%	2.16%
Return on average assets (annualized)	0.87%	0.15%	0.49%	0.18%
Return on average equity (annualized)	10.10%	1.74%	5.88%	2.14%