



GREAT AMERICAN BANCORP, INC.

NEWS RELEASE

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Contact: Mr. Patrick McWilliams
Chief Financial Officer and Investor Relations
(217) 356-2265

Great American Bancorp, Inc. Announces Earnings for First Quarter 2023

Champaign, Illinois - Great American Bancorp, Inc. (OTC Pink®/GTPS), the holding company for First Federal Savings Bank of Champaign-Urbana (the “Bank”), reported net income of \$531 thousand for the three months ended March 31, 2023, an increase of \$453 thousand, from \$78 thousand reported for the three months ended March 31, 2022. Basic and fully diluted earnings per share were \$1.33 for the three months ended March 31, 2023 compared to \$0.19 for the same period in 2022. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 0.99% and 10.93%, respectively, for the three months ended March 31, 2023, compared to 0.14% and 1.72%, respectively, for the three months ended March 31, 2022.

Net interest income increased \$885 thousand in the first quarter of 2023 compared to the same period in 2022. During 2022, the Bank purchased short term United State treasury bonds reducing the Bank’s position in deposits with financial institutions. The average balance of cash and cash equivalents and U.S. Treasury bonds for the three months ended March 31, 2023 and 2022 was \$118.491 million and \$127.569 million, respectively. Despite the average balance decreasing, 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 interest on securities increased \$755 thousand in the first quarter of 2023 compared to the same period in 2022 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 4 ¾ to 5 percent by the end of March 2023.

Noninterest income decreased \$96 thousand in the first quarter of 2023, from \$950 thousand for the three months ended March 31, 2022 to \$854 thousand for the three months ended March 31, 2023 due primarily to a decrease in net gain on sales of loans. Net gains on sales of loans decreased \$52 thousand in the first three months of 2023 compared to the same period in 2022 due to the Company selling \$1.737 million in loans during the first three months of 2023 compared to \$3.550 million in loans sold in the first three months of 2022.

Total noninterest expense increased \$205 thousand, from \$1.865 million for the three months ended March 31, 2022 to \$2.070 million for the three months ended March 31, 2023 due primarily to salaries and employee benefits.

Total assets at March 31, 2023 were \$218.258 million compared to \$218.874 million at December 31, 2022, decreasing \$616 thousand. At March 31, 2023, cash and cash equivalents were \$34.234 million and U.S. Treasuries maturing in less than one year were \$75.300 million. Total net loans, including loans held for sale, were \$92.172 million at March 31, 2023, increasing \$25 thousand from total net loans of \$92.147 million at December 31, 2022. Total deposits decreased \$1.508 million, from \$196.039 million at December 31, 2022 to \$194.531 million at March 31, 2023.

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
March 31, 2023 and 2022

(unaudited except amounts reported as of December 31, 2022; in thousands, except share data)

	<u>2023</u>	<u>2022</u>
<i>Assets</i>		
Cash and due from banks	\$ 3,387	\$ 4,477
Interest-bearing demand deposits	30,847	25,960
Cash and cash equivalents	<u>34,234</u>	30,437
Securities available for sale	20	21
Securities held to maturity	84,475	89,094
Federal Home Loan Bank stock, at cost	258	258
Loans held for sale	224	-
Loans, net of allowance for loan losses of 2032 - \$929; 2022 - \$861	91,948	92,147
Premises and equipment, net	3,848	3,842
Goodwill	485	485
Other real estate owned	197	323
Other assets	2,569	2,267
Total assets	<u>\$ 218,258</u>	<u>\$ 218,874</u>
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 57,251	\$ 50,742
Interest-bearing	137,280	145,297
Total deposits	<u>194,531</u>	196,039
Advances from borrowers for taxes and insurance	445	229
Other liabilities	3,352	3,038
Total liabilities	<u>198,328</u>	199,306
<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	35,908	35,494
Accumulated other comprehensive loss	(199)	(199)
Common stock in treasury, at cost (2023 - 601,611 shares; 2022 -600,011 shares)	<u>(19,099)</u>	<u>(19,047)</u>
Total stockholders' equity	<u>19,930</u>	19,568
Total liabilities and stockholders' equity	<u>\$ 218,258</u>	<u>\$ 218,874</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Year Ended March 31, 2023 and 2022

(unaudited, in thousands, except share data)

	<u>2023</u>	<u>2022</u>
Interest and Dividend Income		
Loans	\$ 1,078	\$ 951
Securities	546	46
Dividends on Federal Home Loan Bank stock	2	1
Deposits with financial institutions and other	303	48
Total interest and dividend income	<u>1,929</u>	<u>1,046</u>
Interest Expense		
Deposits	14	16
Other	1	1
Total interest expense	<u>15</u>	<u>17</u>
Net Interest Income	<u>1,914</u>	<u>1,029</u>
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>1,914</u>	<u>1,029</u>
Noninterest Income		
Insurance sales commissions	539	550
Customer service fees	110	118
Other service charges and fees	85	87
Net gain on sales of loans	45	97
Loan servicing fees, net of amortization of mortgage servicing rights	26	29
Net gain on sales of other real estate owned	8	4
Other	41	65
Total noninterest income	<u>854</u>	<u>950</u>
Noninterest Expense		
Salaries and employee benefits	1,171	1,082
Occupancy expense	146	150
Equipment expense	229	224
Professional fees	72	74
Marketing expense	55	39
Printing and office supplies	33	31
Directors and committee fees	44	44
Other real estate owned expense, net	95	45
FDIC deposit insurance expense	15	15
Other	210	161
Total noninterest expense	<u>2,070</u>	<u>1,865</u>
Income Before Income Taxes	<u>698</u>	<u>114</u>
Income tax expense	<u>167</u>	<u>36</u>
Net Income	<u>\$ 531</u>	<u>\$ 78</u>
Earnings per share, basic and diluted	<u>\$ 1.33</u>	<u>\$ 0.19</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 March 31, 2023	As of December 31, 2022
Total assets	\$ 218,258	\$ 218,874
Total loans, net	92,172	92,147
Loan loss reserve	929	861
Non-performing loans	59	-
Non-performing loans to total assets	0.03%	0.00%
Allowance for loan losses to total loans	1.00%	0.93%
Allowance for loan losses to total assets	0.43%	0.39%
Other real estate owned	197	323
Investment securities	84,495	89,115
Total deposits	194,531	196,039
Checking deposits	113,244	108,199
Money market deposits	22,586	28,353
Savings deposits	47,328	47,457
Certificates of deposit	11,373	12,030
Total stockholders' equity	19,930	19,568
	Three Months Ended March 31, 2023	Three Months Ended March 31, 2022
Net interest margin (annualized)	3.74%	1.96%
Return on average assets (annualized)	0.99%	0.14%
Return on average equity (annualized)	10.93%	1.72%