



NEWS RELEASE

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Great American Bancorp, Inc. Announces Earnings for the Six Months Ending June 30, 2023

Champaign, Illinois - Great American Bancorp, Inc. (OTC Pink®/GTPS), the holding company for First Federal Savings Bank of Champaign-Urbana, reported net income of \$1.163 million for the six months ended June 30, 2023, which is an increase of \$925 thousand, or 388.7% from \$238 thousand reported for the six months ended June 30, 2022. Basic and fully diluted earnings per share were \$2.92 for the six months ended June 30, 2023 compared to \$0.58 for the same period in 2022. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 1.10% and 11.78% for the six months ended June 30, 2023, increasing from 0.21% ROA and 2.60% ROE for the same period in 2022.

Interest income from loans increased \$328 thousand in 2023 compared to 2022 due to rising rates on adjustable-rate loans. The Prime Rate, which is the primary underlying rate for the Company’s adjustable-rate loans, increased from 3.25% as of January 1, 2022 to 8.25% as of June 30, 2023. 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 \$459 thousand in 2023 compared to 2022 due to the Federal Open Market Committee increasing the Federal funds target rate range from 0 to 1/4 percent as of January 1, 2022 to 5 to 5 ¼ as of June 30, 2023. Interest on securities increased \$919 thousand in 2023 compared to 2022 due the Company increasing the investments in United State Treasuries held from an average balance for the six months ending June 30, 2022 \$30.199 million to \$82.178 million for the six months ending June 30, 2023.

Noninterest income decreased \$153 thousand in 2023 compared to 2022, from \$1.829 million for the six months ending June 30, 2022 to \$1.676 million for the same period in 2023. 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 \$174 thousand for 2023 compared to 2022 due to the Company selling \$3.620 million in loans during 2023 compared to \$10.846 million in loans during 2022.

Total noninterest expense increased \$355 thousand, from \$3.743 million for the six months ending June 30, 2022 to \$4.098 million for the same period in 2023, primarily due to an increase in salaries and employee benefits.

Net income for the three months ended June 30, 2023 was \$632 thousand, which is an increase of \$472 thousand from \$160 thousand reported for the same period in 2022. The return on average assets ("ROA") and the return on average equity ("ROE") were 1.21% and 12.59% for the three months ended June 30, 2023, increasing from 0.28% ROA and 3.48% ROE for the same period in 2022.

Total assets at June 30, 2023 were \$202.309 million compared to \$218.874 million at December 31, 2022, a decrease of \$16.565 million. Total net loans, including loans held for sale, were \$91.796 million at June 30, 2023, decreasing \$351 thousand or 0.38% from total net loans of \$92.147 million at December 31, 2022. Total deposits decreased \$17.690 million, from \$196.039 million at December 31, 2022 to \$178.349 million at June 30, 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
June 30, 2023 and December 31, 2022

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

	2023	2022
<i>Assets</i>		
Cash and due from banks	\$ 4,575	\$ 4,477
Interest-bearing demand deposits	28,851	25,960
Cash and cash equivalents	33,426	30,437
Securities available for sale	19	21
Securities held to maturity	69,845	89,094
Federal Home Loan Bank stock, at cost	258	258
Loans held for sale	-	-
Loans, net of allowance for loan losses of 2023 - \$929; 2022 - \$861	91,796	92,147
Premises and equipment, net	4,080	3,842
Goodwill	485	485
Other real estate owned	136	323
Other assets	2,264	2,267
Total assets	<u>\$ 202,309</u>	<u>\$ 218,874</u>
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 50,018	\$ 50,742
Interest-bearing	128,331	145,297
Total deposits	178,349	196,039
Advances from borrowers for taxes and insurance	261	229
Other liabilities	3,255	3,038
Total liabilities	181,865	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	36,461	35,494
Accumulated other comprehensive loss	(199)	(199)
Common stock in treasury, at cost (2023 - 602,811 shares; 2022 -600,011 shares)	(19,138)	(19,047)
Total stockholders' equity	20,444	19,568
Total liabilities and stockholders' equity	<u>\$ 202,309</u>	<u>\$ 218,874</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Six Months Ended June 30, 2023 and 2022

(unaudited, in thousands, except share data)

	2023	2022
Interest and Dividend Income		
Loans	\$ 2,218	\$ 1,890
Securities	1,089	170
Dividends on Federal Home Loan Bank stock	4	3
Deposits with financial institutions and other	681	222
Total interest and dividend income	<u>3,992</u>	<u>2,285</u>
Interest Expense		
Deposits	26	32
Other	2	2
Total interest expense	<u>28</u>	<u>34</u>
Net Interest Income	3,964	2,251
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>3,964</u>	<u>2,251</u>
Noninterest Income		
Insurance sales commissions	953	938
Customer service fees	231	237
Other service charges and fees	170	177
Net gain on sales of loans	100	274
Loan servicing fees, net of amortization of mortgage servicing rights	42	53
Net gain on sales of other real estate owned	52	33
Other	128	117
Total noninterest income	<u>1,676</u>	<u>1,829</u>
Noninterest Expense		
Salaries and employee benefits	2,307	2,148
Occupancy expense	308	290
Equipment expense	439	445
Professional fees	134	153
Marketing expense	117	96
Printing and office supplies	69	64
Directors and committee fees	88	88
Other real estate owned expense, net	170	98
FDIC deposit insurance expense	49	31
Other	417	330
Total noninterest expense	<u>4,098</u>	<u>3,743</u>
Income Before Income Taxes	1,542	337
Income tax expense	379	99
Net Income	<u>\$ 1,163</u>	<u>\$ 238</u>
Earnings per share, basic and diluted	<u>\$ 2.92</u>	<u>\$ 0.58</u>
Dividends Declared per Share	<u>\$ 0.37</u>	<u>\$ 0.34</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Three Months Ended June 30, 2023 and 2022

(unaudited, in thousands, except share data)

	2023	2022
Interest and Dividend Income		
Loans	\$ 1,140	\$ 939
Securities	543	124
Dividends on Federal Home Loan Bank stock	2	2
Deposits with financial institutions and other	378	174
Total interest and dividend income	<u>2,063</u>	<u>1,239</u>
Interest Expense		
Deposits	12	16
Other	1	1
Total interest expense	<u>13</u>	<u>17</u>
Net Interest Income	2,050	1,222
Provision (Credit) for Loan Losses	-	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>2,050</u>	<u>1,222</u>
Noninterest Income		
Insurance sales commissions	414	388
Customer service fees	121	119
Other service charges and fees	85	90
Net gain on sales of loans	55	177
Loan servicing fees, net of amortization of mortgage servicing rights	16	24
Net gain on sales of other real estate owned	44	29
Other	87	52
Total noninterest income	<u>822</u>	<u>879</u>
Noninterest Expense		
Salaries and employee benefits	1,136	1,066
Occupancy expense	162	140
Equipment expense	210	221
Professional fees	62	79
Marketing expense	62	57
Printing and office supplies	36	33
Directors and committee fees	44	44
Other real estate owned expense, net	75	53
FDIC deposit insurance expense	34	16
Other	207	169
Total noninterest expense	<u>2,028</u>	<u>1,878</u>
Income Before Income Taxes	844	223
Income tax expense	212	63
Net Income (loss)	<u>\$ 632</u>	<u>\$ 160</u>
Earnings per share, basic and diluted	<u>\$ 1.59</u>	<u>\$ 0.39</u>
Dividends Declared per Share	<u>\$ 0.20</u>	<u>\$ 0.17</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Selected Financial Data

(unaudited, in thousands, except share data)

	As of	As of
	June 30,	December 31,
	2023	2022
Total assets	\$ 202,309	\$ 218,874
Total loans, net	91,796	92,147
Loan loss reserve	929	861
Non-performing loans	56	-
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	0.46%	0.39%
Other real estate owned	136	323
Investment securities	69,864	89,115
Total deposits	178,349	196,039
Checking deposits	101,728	108,199
Money market deposits	22,953	28,353
Savings deposits	44,659	47,457
Certificates of deposit	9,009	12,030
Total stockholders' equity	20,444	19,568

	Three Months	Three Months	Year	Year
	Ended	Ended	Ended	Ended
	June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
Net interest margin (annualized)	4.15%	2.26%	3.94%	2.11%
Return on average assets (annualized)	1.21%	0.28%	1.10%	0.21%
Return on average equity (annualized)	12.59%	3.48%	11.78%	2.60%