



NEWS RELEASE

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Great American Bancorp, Inc. Announces Earnings for the Nine Months Ending September 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 \$1.814 million for the nine months ended September 30, 2023, which is an increase of \$1.196 million, or 193.5% from \$618 thousand reported for the nine months ended September 30, 2022. Basic and fully diluted earnings per share were \$4.57 for the nine months ended September 30, 2023 compared to \$1.52 for the same period in 2022. The return on average assets ("ROA") and the return on average equity ("ROE") were 1.17% and 12.04% for the nine months ended September 30, 2023, increasing from 0.37% ROA and 4.44% ROE for the same period in 2022.

Interest income from loans increased \$565 thousand in 2023 compared to 2022 primarily due to the rising interest rate environment. 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 8.50% as of September 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 \$440 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 5¼ to 5½ as of September 30, 2023. Interest on securities increased \$1.220 million in 2023 compared to 2022 due the Company increasing its investments in United State Treasuries from an average balance for the nine months ending September 30, 2022 of \$40.899 million to \$78.982 million for the nine months ending September 30, 2023.

Noninterest income decreased \$208 thousand in 2023 compared to 2022, from \$2.720 million for the nine months ending September 30, 2022 to \$2.512 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 \$291 thousand for 2023 compared to 2022 due to the Company selling \$3.899 million of loans during 2023 compared to \$15.606 million of loans during 2022.

Total noninterest expense increased \$439 thousand, from \$5.678 million for the nine months ending September 30, 2022 to \$6.117 million for the same period in 2023, primarily due to an increase in salaries and employee benefits.

Net income for the three months ended September 30, 2023 was \$651 thousand, which is an increase of \$271 thousand from \$380 thousand reported for the same period in 2022. The return on average assets ("ROA") and the return on average equity ("ROE") were 1.32% and 12.53% for the three months ended September 30, 2023, increasing from 0.69% ROA and 7.99% ROE for the same period in 2022.

Total assets at September 30, 2023 were \$192.626 million compared to \$218.874 million at December 31, 2022, a decrease of \$26.248 million. Total net loans, including loans held for sale, were \$95.399 million at September 30, 2023, increasing \$3.252 million or 3.53% from total net loans of \$92.147 million at December 31, 2022. Total deposits decreased \$27.689 million, from \$196.039 million at December 31, 2022 to \$168.350 million at September 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
September 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	\$ 3,835	\$ 4,477
Interest-bearing demand deposits	21,026	25,960
Cash and cash equivalents	24,861	30,437
Securities available for sale	18	21
Securities held to maturity	65,116	89,094
Federal Home Loan Bank stock, at cost	258	258
Loans held for sale	-	-
Loans, net of allowance for loan losses of 2023 - \$970; 2022 - \$861	95,399	92,147
Premises and equipment, net	4,072	3,842
Goodwill	485	485
Other real estate owned	70	323
Other assets	2,347	2,267
Total assets	\$ 192,626	\$ 218,874
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 48,026	\$ 50,742
Interest-bearing	120,324	145,297
Total deposits	168,350	196,039
Advances from borrowers for taxes and insurance	107	229
Other liabilities	3,304	3,038
Total liabilities	171,761	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	37,035	35,494
Accumulated other comprehensive loss	(199)	(199)
Common stock in treasury, at cost (2023 - 607,215 shares; 2022 -600,011 shares)	(19,291)	(19,047)
Total stockholders' equity	20,865	19,568
Total liabilities and stockholders' equity	\$ 192,626	\$ 218,874

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Nine Months Ended September 30, 2023 and 2022

(unaudited, in thousands, except share data)

	2023	2022
Interest and Dividend Income		
Loans	\$ 3,430	\$ 2,865
Securities	1,695	475
Dividends on Federal Home Loan Bank stock	7	4
Deposits with financial institutions and other	954	514
Total interest and dividend income	<u>6,086</u>	<u>3,858</u>
Interest Expense		
Deposits	38	48
Other	3	3
Total interest expense	<u>41</u>	<u>51</u>
Net Interest Income	6,045	3,807
Provision (Credit) for Loan Losses	40	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>6,005</u>	<u>3,807</u>
Noninterest Income		
Insurance sales commissions	1,420	1,362
Customer service fees	358	361
Other service charges and fees	256	265
Net gain on sales of loans	107	398
Loan servicing fees, net of amortization of mortgage servicing rights	58	83
Net gain on sales of other real estate owned	116	92
Other	197	159
Total noninterest income	<u>2,512</u>	<u>2,720</u>
Noninterest Expense		
Salaries and employee benefits	3,484	3,244
Occupancy expense	470	452
Equipment expense	666	685
Professional fees	196	237
Marketing expense	171	145
Printing and office supplies	103	96
Directors and committee fees	132	132
Other real estate owned expense, net	175	139
FDIC deposit insurance expense	72	46
Other	648	502
Total noninterest expense	<u>6,117</u>	<u>5,678</u>
Income Before Income Taxes	2,400	849
Income tax expense	586	231
Net Income	<u>\$ 1,814</u>	<u>\$ 618</u>
Earnings per share, basic and diluted	<u>\$ 4.57</u>	<u>\$ 1.52</u>
Dividends Declared per Share	<u>\$ 0.57</u>	<u>\$ 0.51</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Three Months Ended September 30, 2023 and 2022

(unaudited, in thousands, except share data)

	2023	2022
Interest and Dividend Income		
Loans	\$ 1,212	\$ 975
Securities	606	305
Dividends on Federal Home Loan Bank stock	3	1
Deposits with financial institutions and other	273	292
Total interest and dividend income	<u>2,094</u>	<u>1,573</u>
Interest Expense		
Deposits	12	16
Other	1	1
Total interest expense	<u>13</u>	<u>17</u>
Net Interest Income	2,081	1,556
Provision (Credit) for Loan Losses	40	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>2,041</u>	<u>1,556</u>
Noninterest Income		
Insurance sales commissions	467	424
Customer service fees	127	124
Other service charges and fees	86	88
Net gain on sales of loans	7	124
Loan servicing fees, net of amortization of mortgage servicing rights	16	30
Net gain on sales of other real estate owned	64	59
Other	69	42
Total noninterest income	<u>836</u>	<u>891</u>
Noninterest Expense		
Salaries and employee benefits	1,177	1,096
Occupancy expense	162	162
Equipment expense	227	240
Professional fees	62	84
Marketing expense	54	49
Printing and office supplies	34	32
Directors and committee fees	44	44
Other real estate owned expense, net	5	41
FDIC deposit insurance expense	23	15
Other	231	172
Total noninterest expense	<u>2,019</u>	<u>1,935</u>
Income Before Income Taxes	858	512
Income tax expense	207	132
Net Income	<u>\$ 651</u>	<u>\$ 380</u>
Earnings per share, basic and diluted	<u>\$ 1.65</u>	<u>\$ 0.94</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 September 30, 2023	As of December 31, 2022
Total assets	\$ 192,626	\$ 218,874
Total loans, net	95,399	92,147
Loan loss reserve	970	861
Non-performing loans	104	-
Non-performing loans to total assets	0.05%	0.00%
Allowance for loan losses to total loans	1.01%	0.93%
Allowance for loan losses to total assets	0.50%	0.39%
Other real estate owned	70	323
Investment securities	65,134	89,115
Total deposits	168,350	196,039
Checking deposits	97,975	108,199
Money market deposits	19,451	28,353
Savings deposits	42,366	47,457
Certificates of deposit	8,558	12,030
Total stockholders' equity	20,865	19,568

	Three Months Ended September 30, 2023	Three Months Ended September 30, 2022	Nine Months Ended September 30, 2023	Nine Months Ended September 30, 2022
Net interest margin (annualized)	4.47%	2.98%	4.11%	2.40%
Return on average assets (annualized)	1.32%	0.69%	1.17%	0.37%
Return on average equity (annualized)	12.53%	7.99%	12.04%	4.44%