



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, 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 \$2.474 million for the year ending December 31, 2023, which is an increase of \$1.376 million, or 125.3% from \$1.098 million reported for the year ending December 31, 2022. Basic and fully diluted earnings per share were \$6.26 for the year ending December 31, 2023 compared to \$2.71 for the same period in 2022. The return on average assets (“ROA”) and the return on average equity (“ROE”) were 1.21% and 12.15% for the year ending December 31, 2023, increasing from 0.49% ROA and 5.88% ROE for the same period in 2022.

Interest income from loans increased \$833 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 7.50% as of December 31, 2022 and continued to increase to 8.50% as of December 31, 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 \$550 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 December 31, 2023. Interest on securities increased \$1.268 million in 2023 compared to 2022 due the Company increasing its investments in United State Treasuries from an average balance for the year ending December 31, 2022 of \$52.889 million to \$74.646 million for the year ending December 31, 2023.

Noninterest income decreased \$232 thousand in 2023 compared to 2022, from \$3.357 million for the year ending December 31, 2022 to \$3.125 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 \$331 thousand for 2023 compared to 2022 due to the Company selling \$3.899 million of loans during 2023 compared to \$16.918 million of loans during 2022.

Total noninterest expense increased \$642 thousand, from \$7.480 million for the year ending December 31, 2022 to \$8.122 million for the same period in 2023, primarily due to an increase in salaries and employee benefits.

Net income for the three months ending December 31, 2023 was \$660 thousand, which is an increase of \$180 thousand from \$480 thousand reported for the same period in 2022. The return on average assets ("ROA") and the return on average equity ("ROE") were 1.36% and 12.48% for the three months ending December 31, 2023, increasing from 0.87% ROA and 10.12% ROE for the same period in 2022.

Total assets at December 31, 2023 were \$191.281 million compared to \$218.874 million at December 31, 2022, a decrease of \$27.593 million. Total net loans, including loans held for sale, were \$93.632 million at December 31, 2023, increasing \$1.485 million or 1.61% from total net loans of \$92.147 million at December 31, 2022. Total deposits decreased \$29.424 million, from \$196.039 million at December 31, 2022 to \$166.615 million at December 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
December 31, 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	\$ 4,195	\$ 4,477
Interest-bearing demand deposits	35,864	25,960
Cash and cash equivalents	<u>40,059</u>	<u>30,437</u>
Securities available for sale	18	21
Securities held to maturity	50,488	89,094
Federal Home Loan Bank stock, at cost	258	258
Loans held for sale	-	-
Loans, net of allowance for loan losses of 2023 - \$928; 2022 - \$861	93,632	92,147
Premises and equipment, net	4,129	3,842
Goodwill	485	485
Other real estate owned	40	323
Other assets	2,172	2,267
Total assets	<u>\$ 191,281</u>	<u>\$ 218,874</u>
<i>Liabilities and Stockholders' Equity</i>		
<i>Liabilities</i>		
<i>Deposits</i>		
Noninterest-bearing	\$ 46,784	\$ 50,742
Interest-bearing	119,831	145,297
Total deposits	<u>166,615</u>	<u>196,039</u>
Advances from borrowers for taxes and insurance	337	229
Other liabilities	2,971	3,038
Total liabilities	<u>169,923</u>	<u>199,306</u>
<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	37,616	35,494
Accumulated other comprehensive loss	(78)	(199)
Common stock in treasury, at cost (2023 - 613,315 shares; 2022 -600,011 shares)	(19,500)	(19,047)
Total stockholders' equity	<u>21,358</u>	<u>19,568</u>
Total liabilities and stockholders' equity	<u>\$ 191,281</u>	<u>\$ 218,874</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY
Consolidated Statements of Income
Year Ended December 31, 2023 and 2022

(unaudited, in thousands, except share data)

	2023	2022
Interest and Dividend Income		
Loans	\$ 4,732	\$ 3,899
Securities	2,290	1,022
Dividends on Federal Home Loan Bank stock	11	6
Deposits with financial institutions and other	1,305	755
Total interest and dividend income	<u>8,338</u>	<u>5,682</u>
Interest Expense		
Deposits	49	64
Other	3	4
Total interest expense	<u>52</u>	<u>68</u>
Net Interest Income	8,286	5,614
Provision (Credit) for Loan Losses	23	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>8,263</u>	<u>5,614</u>
Noninterest Income		
Insurance sales commissions	1,753	1,682
Customer service fees	490	490
Other service charges and fees	341	351
Net gain on sales of loans	107	438
Loan servicing fees, net of amortization of mortgage servicing rights	74	118
Net gain on sales of other real estate owned	116	79
Other	244	199
Total noninterest income	<u>3,125</u>	<u>3,357</u>
Noninterest Expense		
Salaries and employee benefits	4,617	4,299
Occupancy expense	638	597
Equipment expense	889	896
Professional fees	267	309
Marketing expense	237	192
Printing and office supplies	132	129
Directors and committee fees	176	176
Other real estate owned expense, net	207	143
FDIC deposit insurance expense	92	61
Other	867	678
Total noninterest expense	<u>8,122</u>	<u>7,480</u>
Income Before Income Taxes	3,266	1,491
Income tax expense	792	393
Net Income	<u>\$ 2,474</u>	<u>\$ 1,098</u>
Earnings per share, basic and diluted	<u>\$ 6.26</u>	<u>\$ 2.71</u>
Dividends Declared per Share	<u>\$ 0.77</u>	<u>\$ 0.68</u>

GREAT AMERICAN BANCORP, INC. AND SUBSIDIARY

Consolidated Statements of Income

Three Months Ended December 31, 2023 and 2022

(unaudited, in thousands, except share data)

	<u>2023</u>	<u>2022</u>
Interest and Dividend Income		
Loans	\$ 1,302	\$ 1,034
Securities	595	547
Dividends on Federal Home Loan Bank stock	4	2
Deposits with financial institutions and other	351	241
Total interest and dividend income	<u>2,252</u>	<u>1,824</u>
Interest Expense		
Deposits	11	16
Other	-	1
Total interest expense	<u>11</u>	<u>17</u>
Net Interest Income	2,241	1,807
Provision (Credit) for Loan Losses	(40)	-
Net Interest Income After Provision (Credit) for Loan Losses	<u>2,281</u>	<u>1,807</u>
Noninterest Income		
Insurance sales commissions	333	320
Customer service fees	132	129
Other service charges and fees	85	86
Net gain on sales of loans	-	40
Loan servicing fees, net of amortization of mortgage servicing rights	16	35
Net gain on sales of other real estate owned	-	(13)
Other	47	40
Total noninterest income	<u>613</u>	<u>637</u>
Noninterest Expense		
Salaries and employee benefits	1,133	1,055
Occupancy expense	168	145
Equipment expense	223	211
Professional fees	71	72
Marketing expense	66	47
Printing and office supplies	29	33
Directors and committee fees	44	44
Other real estate owned expense, net	32	4
FDIC deposit insurance expense	20	15
Other	242	176
Total noninterest expense	<u>2,028</u>	<u>1,802</u>
Income Before Income Taxes	866	642
Income tax expense	206	162
Net Income	<u>\$ 660</u>	<u>\$ 480</u>
Earnings per share, basic and diluted	<u>\$ 1.70</u>	<u>\$ 1.19</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 December 31, 2023	As of December 31, 2022
Total assets	\$ 191,281	\$ 218,874
Total loans, net	93,632	92,147
Loan loss reserve	928	861
Non-performing loans	100	-
Non-performing loans to total assets	0.05%	0.00%
Allowance for loan losses to total loans	0.98%	0.93%
Allowance for loan losses to total assets	0.49%	0.39%
Other real estate owned	40	323
Investment securities	50,506	89,115
Total deposits	166,615	196,039
Checking deposits	97,453	108,199
Money market deposits	18,914	28,353
Savings deposits	42,210	47,457
Certificates of deposit	8,038	12,030
Total stockholders' equity	21,358	19,568

	Three Months Ended December 31, 2023	Three Months Ended December 31, 2022	Year Ended December 31, 2023	Year Ended December 31, 2022
Net interest margin (annualized)	4.89%	3.47%	4.29%	2.66%
Return on average assets (annualized)	1.36%	0.87%	1.21%	0.49%
Return on average equity (annualized)	12.48%	10.12%	12.15%	5.88%