



Greenville Federal

FINANCIAL CORPORATION

FOR IMMEDIATE RELEASE

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GREENVILLE FEDERAL FINANCIAL CORPORATION REPORTS EARNINGS FOR THE FOURTH QUARTER ENDED DECEMBER 31, 2015

Greenville, Ohio, January 28, 2016. Greenville Federal Financial Corporation (the "Corporation") (OTCBB: GVFF), today announced the Corporation's financial results for the fourth fiscal quarter. For the quarter ended December 31, 2015 the Corporation reported net income of \$243,000, or \$0.12 per diluted share, compared to net income of \$280,000, or \$0.14 per share, for the same quarter in 2014.

The quarter-to-quarter decrease in net income was attributed primarily to a decrease in other operating and non-operating income, an increase in provision for losses on loans, offset by an increase in gain on sale of mortgage loans, an increase in net interest income and a decrease in federal income tax expense. The other operating and non-operating income decreased approximately \$111,000, or 65.97%. Provision for losses on loans increased \$25,000, or 100.00%. These changes were offset by an increase in gain on sale of mortgage loans of approximately \$52,000, or 464.37%, an increase in net interest income of approximately \$25,000, or 2.15%, and a decrease in federal income tax expense of approximately \$20,000, or 15.56%.

The Corporation recorded net income of \$625,000 for the twelve months ended December 31, 2015, compared to net income of \$908,000 for the same period in 2014. The decrease in net income was attributed primarily to a decrease in net interest income after provision for losses on loans, a decrease in other income, an increase in compensation and benefits, offset by a decrease in data processing expense. Net interest income after provision for losses on loans decreased approximately \$331,000, or 6.77%, other income decreased approximately \$210,000, or 18.84%, and compensation and benefits increased approximately \$184,000, or 8.48%. These changes were offset by a decrease in data processing expense of approximately \$428,000, or 43.65%.

The Corporation reported total assets of \$149.0 million at December 31, 2015, total liabilities of \$128.7 million, including deposits of \$108.8 million, and total stockholders' equity of \$20.4 million.

Greenville Federal Financial Corporation is the holding company for Greenville Federal, a federally chartered savings bank headquartered in Greenville, Ohio, with offices in Greenville and Troy, Ohio. Greenville Federal attracts deposits from, and makes loans in, the Ohio counties of Darke, Preble, Auglaize, Miami, Shelby and Mercer and the Indiana counties of Randolph and Wayne.

GREENVILLE FEDERAL FINANCIAL CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

(In thousands)

(Unaudited)

ASSETS	Dec 31, 2015	Dec 31, 2014
Cash and cash equivalents	\$7,493	\$6,945
Investment securities	4,529	5,043
Loans receivable	126,541	130,196
Other assets	10,483	10,031
Total assets	<u>\$149,046</u>	<u>\$152,215</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Deposits	\$108,789	\$103,429
Advances from the FHLB	17,761	26,613
Other liabilities	2,137	2,182
Total liabilities	128,687	132,224
Stockholders' equity	20,359	19,991
Total liabilities and stockholders' equity	<u>\$149,046</u>	<u>\$152,215</u>

GREENVILLE FEDERAL FINANCIAL CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(In thousands, except per share data)

(Unaudited)

	Three months ended		Twelve months ended	
	December 31,		December 31,	
	2015	2014	2015	2014
Total interest income	\$1,390	\$1,409	\$5,493	\$5,929
Total interest expense	<u>203</u>	<u>247</u>	<u>887</u>	<u>1,022</u>
Net interest income	1,187	1,162	4,606	4,907
Provision for losses on loans	<u>25</u>	<u>0</u>	<u>50</u>	<u>20</u>
Net interest income after provision for losses on loans	1,162	1,162	4,556	4,887
Other income	233	302	906	1,116
General, administrative and other expense	<u>1,045</u>	<u>1,057</u>	<u>4,585</u>	<u>4,692</u>
Income (loss) before income taxes	350	407	877	1,311
Income taxes	<u>107</u>	<u>127</u>	<u>252</u>	<u>403</u>
NET INCOME	<u>\$ 243</u>	<u>\$ 280</u>	<u>\$ 625</u>	<u>\$ 908</u>
EARNINGS PER SHARE - basic and diluted	<u>\$0.12</u>	<u>\$0.14</u>	<u>\$0.30</u>	<u>\$0.44</u>