



Greenville Federal

FINANCIAL CORPORATION

FOR IMMEDIATE RELEASE

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GREENVILLE FEDERAL FINANCIAL CORPORATION REPORTS EARNINGS FOR THE THIRD QUARTER ENDED SEPTEMBER 30, 2016

Greenville, Ohio, October 25, 2016. Greenville Federal Financial Corporation (the “Corporation”) (OTCBB: GVFF), today announced the Corporation’s financial results for the third quarter. For the quarter ended September 30, 2016 the Corporation reported net income of \$192,000, or \$0.09 per diluted share, compared to net income of \$111,000, or \$0.05 per share, for the same quarter in 2015.

The quarter-to-quarter increase in net income was attributed primarily to an increase in net interest income and other income, and a decrease in general, administrative and other expenses, offset by an increase in provision for losses on loans and federal income tax expense. Net interest income increased approximately \$87,000, or 7.65% and other income increased by approximately \$95,000, or 42.94%. The majority of the increase to other income can be attributed to increased customer service charges and the gain on sale of mortgage loans of approximately \$45,000, or 37.16%, and \$49,000, or 122.85%, respectively. General, administrative and other expenses decreased approximately \$28,000, or 2.30%. These changes were offset by an increase of approximately \$90,000, or 100.00% in provision for losses on loans and a \$40,000, or 99.81%, increase in federal income tax expense.

The Corporation reported total assets of \$159.3 million at September 30, 2016, total liabilities of \$138.7 million, including deposits of \$123.9 million, and total stockholders’ equity of \$20.6 million.

Greenville Federal Financial Corporation is the holding company for Greenville Federal, a federally chartered savings bank with its main and branch offices in Greenville, Ohio and a branch office in 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.



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GREENVILLE FEDERAL FINANCIAL CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION
(In thousands)
(Unaudited)

ASSETS	Sept 30, 2016	Dec 31, 2015
Cash and cash equivalents	\$12,559	\$7,493
Investment securities	5,390	4,529
Loans receivable, net	132,513	126,541
Other assets	8,878	10,483
Total assets	<u>\$159,340</u>	<u>\$149,046</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Deposits	\$123,877	\$108,789
Advances from the FHLB	12,892	17,761
Other liabilities	1,961	2,137
Total liabilities	<u>138,730</u>	<u>128,687</u>
Stockholders' equity	<u>20,610</u>	<u>20,359</u>
Total liabilities and stockholders' equity	<u>\$159,340</u>	<u>\$149,046</u>

GREENVILLE FEDERAL FINANCIAL CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(In thousands, except per share data)
(Unaudited)

	Three months ended		Nine months ended	
	Sept 30,		Sept 30,	
	2016	2015	2016	2015
Total interest income	\$1,445	\$1,355	\$4,253	\$4,103
Total interest expense	217	214	640	684
Net interest income	1,228	1,141	3,613	3,419
Provision for losses on loans	90	-	172	25
Other income	317	222	810	673
Other expense	1,183	1,210	3,688	3,540
Income before income taxes	272	151	563	527
Income taxes	80	40	156	145
Net Income	<u>\$ 192</u>	<u>\$ 111</u>	<u>\$ 407</u>	<u>\$ 382</u>
 Basic and diluted earnings per share	 <u>\$0.09</u>	 <u>\$0.05</u>	 <u>\$0.20</u>	 <u>\$0.19</u>