



Greenville Federal

FINANCIAL CORPORATION

FOR IMMEDIATE RELEASE

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GREENVILLE FEDERAL FINANCIAL CORPORATION REPORTS EARNINGS FOR THE FOURTH QUARTER ENDED DECEMBER 31, 2018

Greenville, Ohio, January 30, 2019. 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, 2018 the Corporation reported net income of \$217,000, or \$0.12 per diluted share, compared to net income of \$288,000, or \$0.14 per share, for the same quarter in 2017.

The quarter-to-quarter decrease in net income was attributed primarily to an increase in general, administrative and other expenses. This change was offset by an increase in net interest income, an increase in other income, a decrease in provision for losses on loans, and a decrease in federal income tax expense. General, administrative and other expenses increased approximately \$198,000, or 16.00%. This change was offset by an increase in net interest income of approximately \$46,000, or 3.36%, an increase in other income of approximately \$22,000, or 8.49%, a decrease in provision for losses on loans of \$55,000, or 100.00%, and a decrease in federal income tax expense of approximately \$4,000, or 10.43%.

The Corporation recorded net income of \$847,000 for the twelve months ended December 31, 2018, compared to net income of \$717,000 for the same period in 2017. The increase in net income was attributed primarily to an increase in net interest income, a decrease in provision for losses on loans, as well as a decrease in federal income taxes. These variances were offset by an increase in general, administrative, and other expenses and a decrease in other income. Net interest income increased approximately \$346,000, or 6.61%, provision for losses on loans decreased approximately \$140,000, or 59.57%, and federal income tax expense decreased approximately \$13,000, or 8.63%. Offsetting these changes were an increase of approximately \$332,000, or 6.32%, in general, administrative, and other expenses and a decrease in other income of approximately \$37,000, or 3.36%.

The Corporation reported total assets of \$181.4 million at December 31, 2018, total liabilities of \$159.6 million, including deposits of \$149.4 million, and total stockholders’ equity of \$21.8 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, Tipp City, 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, 2018	Dec 31, 2017
Cash and cash equivalents	\$10,397	\$10,775
Investment securities	2,468	2,874
Loans receivable, net	157,171	150,694
Other assets	<u>11,350</u>	<u>10,160</u>
Total assets	<u>\$181,386</u>	<u>\$174,503</u>

LIABILITIES AND STOCKHOLDERS' EQUITY

Deposits	\$149,380	\$141,227
Advances from the FHLB	8,061	9,224
Other liabilities	<u>2,146</u>	<u>2,987</u>
Total liabilities	159,587	153,438
Stockholders' equity	<u>21,799</u>	<u>21,065</u>
Total liabilities and stockholders' equity	<u>\$181,386</u>	<u>\$174,503</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,	
	2018	2017	2018	2017
Total interest income	\$1,791	\$1,629	\$6,938	\$6,192
Total interest expense	<u>389</u>	<u>273</u>	<u>1,351</u>	<u>951</u>
Net interest income	1,402	1,356	5,587	5,241
Provision for losses on loans	=	<u>55</u>	<u>95</u>	<u>235</u>
Net interest income after provision for losses on loans	1,402	1,301	5,492	5,006
Other income	282	260	1,072	1,109
General, administrative and other expense	<u>1,435</u>	<u>1,237</u>	<u>5,584</u>	<u>5,253</u>
Income (loss) before income taxes	249	324	980	862
Income taxes	<u>32</u>	<u>36</u>	<u>133</u>	<u>145</u>
NET INCOME	<u>\$ 217</u>	<u>\$ 288</u>	<u>\$ 847</u>	<u>\$ 717</u>
EARNINGS PER SHARE - basic and diluted	<u>\$0.12</u>	<u>\$0.14</u>	<u>\$0.45</u>	<u>\$0.35</u>