PRESS RELEASE

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HOME LOAN FINANCIAL CORPORATION REPORTS EARNINGS FOR THE QUARTER ENDED DECEMBER 31, 2011

Coshocton, Ohio, January 18, 2012 ï Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of $557,000, or $0.39 basic and diluted earnings per share, for the quarter ended December 31, 2011 compared to net income of $479,000, or $0.34 basic and diluted earnings per share, for the quarter ended December 31, 2010, an increase of $78,000, or 16.2%.

This increase in earnings for the quarter ended December 31, 2011 compared with December 31, 2010 was primarily attributable to an increase in net interest income of $93,000, a decrease in provision for loans losses of $40,000, and a decrease in noninterest expense of $28,000, partially offset by a decrease in noninterest income of $44,000 and an increase of federal income tax expense of $40,000.

The net interest margin for the quarter ended December 31, 2011 was 4.85% compared to 4.51% for the quarter ended December 31, 2010, an increase of 34 basis points, or 7.5%. Return on average equity and return on average assets for the quarter ended December 31, 2011 were 11.41% and 1.37%, respectively. The book value of HLFNôs common stock was $13.86 per share as of December 31, 2011 compared to $13.37 per share as of December 31, 2010, an increase of $0.49, or 3.7%.

Total assets at December 31, 2011 were $161.3 million compared to June 30, 2011 assets of $162.4 million, a decrease of $1.1 million. Total deposits at December 31, 2011 were $128.1 million compared to June 30, 2011 deposits of $129.5 million, a decrease of $1.4 million. Total equity at December 31, 2011 was $19.6 million compared to $19.3 million at June 30, 2011, an increase of $340,000.

Home Loan Financial Corporation and The Home Loan Savings Bank are headquartered at 413 Main Street, Coshocton, Ohio 43812. The Home Loan Savings Bank has two offices located in Coshocton, Ohio, a branch in West Lafayette, Ohio and a branch in Mount Vernon, Ohio.

HOME LOAN FINANCIAL CORPORATION
CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(Unaudited)

CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION

	December 31, 2011	June 30, 2011
ASSETS		
Cash and cash equivalents	$ 8,042,670	$ 8,652,447
Interest-bearing time deposits	1,585,296	588,533
Securities available for sale	8,454,718	10,076,967
Federal Home Loan Bank stock	2,663,300	2,663,300
Loans, net	131,807,168	131,267,846
Premises and equipment	3,097,129	3,177,024
Accrued interest receivable	575,984	731,799
Bank owned life insurance	4,044,901	3,975,401
Other assets	1,063,831	1,217,096
Total assets	$161,334,997	$162,350,413
LIABILITIES		
Deposits	$ 128,077,442	$ 129,525,177
Federal Home Loan Bank advances	12,767,535	12,390,714
Accrued interest payable	231,079	350,394
Accrued expenses and other liabilities	656,718	821,587
Total liabilities	141,732,774	143,087,872
SHAREHOLDERSô EQUITY		
Preferred stock, no par value, 500,000 shares authorized, none outstanding	--	--
Common stock, no par value, 9,500,000 shares authorized, 2,248,250 shares issued	--	--
Additional paid-in capital	15,044,411	15,044,411
Retained earnings	15,307,315	14,922,501
Treasury stock, at cost ï 834,453 shares at December 31, 2011 and June 30, 2011	(10,805,238)	(10,805,238)
Accumulated other comprehensive income	55,735	100,867
Total shareholdersô equity	19,602,223	19,262,541
Total liabilities and shareholdersô equity	$161,334,997	$162,350,413

CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended December 31,		Six Months Ended December 31,	
	2011	2010	2011	2010
Total interest income	$2,199,010	$2,281,713	$4,357,266	$4,597,289
Total interest expense	375,895	551,465	776,113	1,193,814
Net interest income	1,823,115	1,730,248	3,581,153	3,403,475
Provision for loan losses	160,000	200,000	310,000	350,000
Net interest income after provision for loan losses	1,663,115	1,530,248	3,271,153	3,053,475
Total noninterest income	253,737	297,451	516,750	586,036
Total noninterest expense	1,073,408	1,101,905	2,133,891	2,236,829
Income before income tax expense	843,444	725,794	1,654,012	1,402,682
Income tax expense	286,700	246,745	562,300	476,995
Net income	$ 556,744	$ 479,049	$1,091,712	$ 925,687
Basic earnings per share	$ .39	$ .34	$ .77	$ .65
Diluted earnings per share	$ .39	$ .34	$ .77	$ .65

KEY OPERATING RATIOS

	At or For The Three Months Ended December 31,		At or For The Six Months Ended December 31,	
	2011	2010	2011	2010
Net interest margin	4.85%	4.51%	4.78%	4.45%
Return on average assets	1.37%	1.17%	1.35%	1.13%
Return on average equity	11.41%	10.15%	11.24%	9.84%
Total equity to total assets	12.15%	11.47%	12.15%	11.47%
Common shares outstanding	1,413,797	1,413,797	1,413,797	1,413,797
Book value per share	$13.86	$13.37	$13.86	$13.37
Nonperforming assets to total assets	1.21%	2.00%	1.21%	2.00%