

PRESS RELEASE

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**HOME LOAN FINANCIAL CORPORATION REPORTS
EARNINGS FOR THE QUARTER ENDED MARCH 31, 2012**

Coshocton, Ohio, April 18, 2012 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$549,000, or \$0.39 basic and diluted earnings per share, for the quarter ended March 31, 2012 compared to net income of \$447,000, or \$0.32 basic and diluted earnings per share, for the quarter ended March 31, 2011, an increase of \$102,000, or 22.9%.

This increase in earnings for the quarter ended March 31, 2012 compared with March 31, 2011 was primarily attributable to an increase in net interest income of \$101,000, and a decrease in provision for loans losses of \$100,000, partially offset by an increase in noninterest expense of \$28,000 a decrease in noninterest income of \$18,000 and an increase of federal income tax expense of \$53,000.

The net interest margin for the quarter ended March 31, 2012 was 4.67% compared to 4.44% for the quarter ended March 31, 2011, an increase of 23 basis points, or 5.2%. Return on average equity and return on average assets for the quarter ended March 31, 2012 were 11.03% and 1.34%, respectively. The book value of HLFN's common stock was \$14.04 per share as of March 31, 2012 compared to \$13.46 per share as of March 31, 2011, an increase of \$0.58, or 4.3%.

Total assets at March 31, 2012 were \$167.5 million compared to June 30, 2011 assets of \$162.4 million, an increase of \$5.2 million, or 3.2%. Total deposits at March 31, 2012 were \$132.2 million compared to June 30, 2011 deposits of \$129.5 million, an increase of \$2.7 million. Total equity at March 31, 2012 was \$19.8 million compared to \$19.3 million at June 30, 2011, an increase of \$587,000.

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

	<u>March 31, 2012</u>	<u>June 30, 2011</u>
ASSETS		
Cash and cash equivalents	\$ 14,391,196	\$ 8,652,447
Interest-bearing time deposits	1,587,535	588,533
Securities available for sale	7,591,440	10,076,967
Federal Home Loan Bank stock	2,663,300	2,663,300
Loans, net	132,637,183	131,267,846
Premises and equipment	3,054,282	3,177,024
Accrued interest receivable	509,091	731,799
Bank owned life insurance	4,080,901	3,975,401
Other assets	<u>1,015,964</u>	<u>1,217,096</u>
Total assets	<u>\$167,530,892</u>	<u>\$162,350,413</u>
LIABILITIES		
Deposits	\$ 132,240,948	\$ 129,525,177
Federal Home Loan Bank advances	14,550,140	12,390,714
Accrued interest payable	250,724	350,394
Accrued expenses and other liabilities	<u>639,341</u>	<u>821,587</u>
Total liabilities	147,681,153	143,087,872
SHAREHOLDERS' 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	15,573,645	14,922,501
Treasury stock, at cost ó 834,453 shares at March 31, 2012 and June 30, 2011	(10,805,238)	(10,805,238)
Accumulated other comprehensive income	<u>36,921</u>	<u>100,867</u>
Total shareholders' equity	<u>19,849,739</u>	<u>19,262,541</u>
Total liabilities and shareholders' equity	<u>\$167,530,892</u>	<u>\$162,350,413</u>

CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2012	2011	2012	2011
Total interest income	\$2,125,196	\$2,315,576	\$6,482,444	\$6,741,532
Total interest expense	<u>351,060</u>	<u>642,350</u>	<u>1,127,172</u>	<u>1,665,703</u>
Net interest income	1,774,136	1,673,226	5,355,272	5,075,829
Provision for loan losses	<u>50,000</u>	<u>150,000</u>	<u>360,000</u>	<u>500,000</u>
Net interest income after provision for loan losses	1,724,136	1,523,226	4,995,272	4,575,829
Total noninterest income	270,544	288,586	787,295	793,161
Total noninterest expense	<u>1,162,691</u>	<u>1,134,924</u>	<u>3,296,566</u>	<u>3,336,213</u>
Income before income tax expense	831,989	676,888	2,486,001	2,032,777
Income tax expense	<u>282,900</u>	<u>230,250</u>	<u>845,200</u>	<u>682,995</u>
Net income	<u>\$ 549,089</u>	<u>\$ 446,638</u>	<u>\$1,640,801</u>	<u>\$1,349,782</u>
Basic earnings per share	<u>\$.39</u>	<u>\$.32</u>	<u>\$ 1.16</u>	<u>\$.95</u>
Diluted earnings per share	<u>\$.39</u>	<u>\$.32</u>	<u>\$ 1.16</u>	<u>\$.95</u>

KEY OPERATING RATIOS

	At or For The		At or For The	
	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2012	2011	2012	2011
Net interest margin	4.67%	4.44%	4.73%	4.46%
Return on average assets	1.34%	1.11%	1.35%	1.11%
Return on average equity	11.03%	9.33%	11.20%	9.46%
Total equity to total assets	11.85%	11.70%	11.85%	11.70%
Common shares outstanding	1,413,797	1,413,797	1,413,797	1,413,797
Book value per share	\$14.04	\$13.46	\$14.04	\$13.46
Nonperforming assets to total assets	1.91%	1.97%	1.91%	1.97%