

PRESS RELEASE

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Contact: Preston Bair, Chief Financial Officer
Telephone: (740) 622-0444

**HOME LOAN FINANCIAL CORPORATION REPORTS
EARNINGS FOR THE QUARTER ENDED MARCH 31, 2014**

Coshocton, Ohio, April 16, 2014 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$638,000, or \$0.46 basic and diluted earnings per share, for the quarter ended March 31, 2014 compared to net income of \$621,000, or \$0.44 basic and diluted earnings per share, for the quarter ended March 31, 2013, an increase of \$16,000, or 2.6%.

This increase in earnings for the quarter ended March 31, 2014 compared with March 31, 2013 was primarily attributable to a decrease in the provision for loan losses of \$73,000 and a decrease in noninterest expense of \$12,000, partially offset by a decrease in net interest income of \$32,000, a decrease in noninterest income of \$30,000 and an increase in federal income tax expense of \$6,000.

Total assets at March 31, 2014 were \$165.8 million compared to June 30, 2013 assets of \$164.6 million. Total deposits at March 31, 2014 were \$128.0 million compared to June 30, 2013 deposits of \$126.6 million. Total equity at March 31, 2014 was \$22.3 million compared to \$21.5 million at June 30, 2013, an increase of \$767,000.

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, 2014</u>	<u>June 30, 2013</u>
ASSETS		
Cash and cash equivalents	\$ 6,653,149	\$ 8,596,412
Interest-bearing time deposits	3,675,926	3,515,020
Securities available for sale	2,995,795	4,665,471
Federal Home Loan Bank stock	2,513,400	2,663,300
Loans, net	140,956,289	136,359,178
Premises and equipment	2,929,501	3,012,877
Accrued interest receivable	530,680	553,020
Bank owned life insurance	4,358,501	4,254,701
Other assets	<u>1,161,314</u>	<u>973,812</u>
Total assets	<u>\$165,774,555</u>	<u>\$164,593,791</u>
LIABILITIES		
Deposits	\$ 127,955,632	\$ 126,616,566
Federal Home Loan Bank advances	14,649,020	15,369,693
Accrued interest payable	119,954	173,933
Accrued expenses and other liabilities	<u>753,922</u>	<u>904,545</u>
Total liabilities	143,478,528	143,064,737
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	15,021,271
Retained earnings	18,281,970	17,505,771
Treasury stock, at cost – 851,744 and 849,744 shares at March 31, 2014 and June 30, 2013	(11,025,698)	(10,999,958)
Accumulated other comprehensive income	<u>(4,656)</u>	<u>1,970</u>
Total shareholders' equity	<u>22,296,027</u>	<u>21,529,054</u>
Total liabilities and shareholders' equity	<u>\$165,774,555</u>	<u>\$164,593,791</u>

CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Nine Months Ended	
	<u>March 31,</u>		<u>March 31,</u>	
	<u>2014</u>	<u>2013</u>	<u>2014</u>	<u>2013</u>
Total interest income	\$2,032,220	\$2,102,234	\$6,347,331	\$6,456,326
Total interest expense	<u>162,376</u>	<u>200,637</u>	<u>517,493</u>	<u>660,132</u>
Net interest income	1,869,844	1,901,597	5,829,838	5,796,194
Provision for loan losses	<u>27,500</u>	<u>100,000</u>	<u>250,500</u>	<u>400,000</u>
Net interest income after provision for loan losses	1,842,344	1,801,597	5,579,338	5,396,194
Total noninterest income	239,624	269,748	825,373	935,886
Total noninterest expense	<u>1,116,556</u>	<u>1,128,587</u>	<u>3,325,778</u>	<u>3,267,675</u>
Income before income tax expense	965,412	942,758	3,078,933	3,064,405
Income tax expense	<u>327,800</u>	<u>321,400</u>	<u>1,046,720</u>	<u>1,041,100</u>
Net income	<u>\$ 637,612</u>	<u>\$ 621,358</u>	<u>\$2,032,213</u>	<u>\$2,023,305</u>
Basic earnings per share	<u>\$.46</u>	<u>\$.44</u>	<u>\$ 1.46</u>	<u>\$ 1.45</u>
Diluted earnings per share	<u>\$.46</u>	<u>\$.44</u>	<u>\$ 1.46</u>	<u>\$ 1.45</u>