

**PRESS RELEASE**

**FOR IMMEDIATE RELEASE**

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

**HOME LOAN FINANCIAL CORPORATION REPORTS  
EARNINGS FOR THE QUARTER AND YEAR ENDED JUNE 30, 2013**

Coshocton, Ohio, July 24, 2013 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$820,000, or \$0.59 basic and diluted earnings per share, for the quarter ended June 30, 2013 compared to net income of \$798,000, or \$0.57 basic and diluted earnings per share, for the quarter ended June 30, 2012, an increase of \$22,000, or 2.7%.

Net income for the year ended June 30, 2013 was \$2,842,000, or \$2.04 basic and diluted earnings per share, compared to \$2,439,000 for the year ended June 30, 2012, or \$1.73 basic and diluted earnings per share, an increase of \$403,000, or 16.5%.

This increase in earnings for the year ended June 30, 2013 compared with June 30, 2012 was primarily attributable to an increase in net interest income of \$474,000, a decrease in the provision for loan losses of \$60,000 and an increase in total noninterest income of \$100,000, partially offset by an increase in total noninterest expense of \$77,000 and an increase income tax expense of \$153,000.

Total assets at June 30, 2013 were \$164.6 million compared to June 30, 2012 assets of \$166.6 million, a decrease of \$2.0 million, or 1.2%. Total deposits at June 30, 2013 were \$126.6 million compared to June 30, 2012 deposits of \$131.3 million, a decrease of \$4.7 million, or 3.6%. Total equity at June 30, 2013 was \$21.5 million compared to \$20.1 million at June 30, 2012, an increase of \$1.4 million, or 7.0%.

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>June 30, 2013</u>	<u>June 30, 2012</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 8,596,412	\$ 11,200,899
Interest-bearing time deposits	3,515,020	2,339,807
Securities available for sale	4,665,471	6,474,307
Federal Home Loan Bank stock	2,663,300	2,663,300
Loans, net	136,359,178	135,083,853
Premises and equipment	3,012,877	3,068,782
Accrued interest receivable	553,020	521,393
Bank owned life insurance	4,254,701	4,115,901
Other assets	<u>973,812</u>	<u>1,094,027</u>
Total assets	<u>\$164,593,791</u>	<u>\$166,562,269</u>
<b>LIABILITIES</b>		
Deposits	\$ 126,616,566	\$ 131,304,879
Federal Home Loan Bank advances	15,369,693	14,003,032
Accrued interest payable	173,933	270,486
Accrued expenses and other liabilities	<u>904,545</u>	<u>854,562</u>
Total liabilities	143,064,737	146,432,959
<b>SHAREHOLDERS' EQUITY</b>		
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	15,021,271	15,044,411
Retained earnings	17,505,771	16,088,831
Treasury stock, at cost – 849,744 and 851,744 shares at June 30, 2013 and 2012, respectively	(10,999,958)	(11,025,698)
Accumulated other comprehensive income	<u>1,970</u>	<u>21,766</u>
Total shareholders' equity	<u>21,529,054</u>	<u>20,129,310</u>
Total liabilities and shareholders' equity	<u>\$164,593,791</u>	<u>\$166,562,269</u>

## CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Year Ended	
	June 30,		June 30,	
	2013	2012	2013	2012
Total interest income	\$2,159,932	\$2,252,442	\$8,616,258	\$8,734,886
Total interest expense	<u>194,176</u>	<u>319,592</u>	<u>854,308</u>	<u>1,446,764</u>
Net interest income	1,965,756	1,932,850	7,761,950	7,288,122
Provision for loan losses	<u>100,000</u>	<u>200,000</u>	<u>500,000</u>	<u>560,000</u>
Net interest income after provision for loan losses	1,865,756	1,732,850	7,261,950	6,728,122
Total noninterest income	289,257	329,329	1,225,143	1,125,417
Total noninterest expense	<u>1,142,285</u>	<u>1,027,136</u>	<u>4,409,959</u>	<u>4,332,495</u>
Income before income tax expense	1,012,728	1,035,043	4,077,134	3,521,044
Income tax expense	<u>192,868</u>	<u>237,097</u>	<u>1,234,918</u>	<u>1,082,297</u>
Net income	<u>\$ 819,860</u>	<u>\$ 797,946</u>	<u>\$2,842,216</u>	<u>\$2,438,747</u>
Basic earnings per share	<u>\$ .59</u>	<u>\$ .57</u>	<u>\$ 2.04</u>	<u>\$ 1.73</u>
Diluted earnings per share	<u>\$ .59</u>	<u>\$ .57</u>	<u>\$ 2.04</u>	<u>\$ 1.73</u>