

PRESS RELEASE

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**HOME LOAN FINANCIAL CORPORATION REPORTS
EARNINGS FOR THE QUARTER AND YEAR ENDED JUNE 30, 2016**

Coshocton, Ohio, July 19, 2017 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$900,000, or \$0.64 basic and diluted earnings per share, for the quarter ended June 30, 2017 compared to net income of \$919,000, or \$0.66 basic and diluted earnings per share, for the quarter ended June 30, 2016, a decrease of \$19,000, or 2.1%.

Net income for the year ended June 30, 2017 was \$3,038,000, or \$2.17 basic and diluted earnings per share, compared to \$3,209,000 for the year ended June 30, 2016, or \$2.30 basic and diluted earnings per share, a decrease of \$171,000, or 5.3%.

This decrease in earnings for the year ended June 30, 2017 compared with June 30, 2016 was primarily attributable to a decrease in net interest income of \$156,000 and an increase in noninterest expense of \$179,000, partially offset by a decrease in the provision for loan losses of \$79,000, an increase in noninterest income of \$56,000, and a decrease in income tax expense of \$29,000.

Total assets at June 30, 2017 were \$208.6 million compared to June 30, 2016 assets of \$200.3 million, an increase of \$8.4 million, or 4.2%. Total deposits at June 30, 2017 were \$159.1 million compared to June 30, 2016 deposits of \$150.0 million, an increase of \$9.1 million or 6.1%. Total equity at June 30, 2017 was \$26.5 million compared to \$25.4 million at June 30, 2016, an increase of \$1.1 million, or 4.3%.

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, 2017</u>	<u>June 30, 2016</u>
ASSETS		
Cash and cash equivalents	\$ 14,121,366	\$ 11,651,109
Interest-bearing time deposits	850,000	1,349,293
Securities available for sale	3,495,622	3,510,638
Federal Home Loan Bank stock	2,513,400	2,513,400
Loans held for sale	148,345	222,151
Loans, net	178,429,321	172,252,324
Premises and equipment	2,566,096	2,695,294
Accrued interest receivable	463,112	512,500
Bank owned life insurance	4,802,501	4,664,001
Other assets	<u>1,255,903</u>	<u>889,661</u>
Total assets	<u>\$208,645,666</u>	<u>\$200,260,371</u>
 LIABILITIES		
Deposits	\$ 159,116,649	\$ 149,962,748
Federal Home Loan Bank advances	21,672,373	23,555,632
Accrued interest payable	221,548	177,341
Accrued expenses and other liabilities	<u>1,124,378</u>	<u>1,139,994</u>
Total liabilities	182,134,948	174,835,715
 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	15,020,831	14,994,322
Retained earnings	22,466,529	21,388,847
Treasury stock, at cost – 847,745 and 846,995 shares at June 30, 2017 and June 30, 2016	(10,974,218)	(10,964,566)
Accumulated other comprehensive income	<u>(2,424)</u>	<u>6,053</u>
Total shareholders' equity	<u>26,510,718</u>	<u>25,424,656</u>
Total liabilities and shareholders' equity	<u>\$208,645,666</u>	<u>\$200,260,371</u>

CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Year Ended	
	June 30,		June 30,	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Total interest income	\$2,345,560	\$2,311,318	\$9,250,133	\$9,191,810
Total interest expense	<u>280,500</u>	<u>235,618</u>	<u>1,068,003</u>	<u>853,724</u>
Net interest income	2,065,060	2,075,700	8,182,130	8,338,086
Provision for loan losses	<u>100,000</u>	<u>135,000</u>	<u>141,000</u>	<u>220,000</u>
Net interest income after provision for loan losses	1,965,060	1,940,700	8,041,130	8,118,086
Total noninterest income	317,737	311,247	1,222,642	1,166,736
Total noninterest expense	<u>1,188,419</u>	<u>1,188,048</u>	<u>4,929,328</u>	<u>4,750,114</u>
Income before income tax expense	1,094,378	1,063,899	4,334,444	4,534,708
Income tax expense	<u>194,730</u>	<u>144,964</u>	<u>1,296,430</u>	<u>1,325,364</u>
Net income	<u>\$ 899,648</u>	<u>\$ 918,935</u>	<u>\$3,038,014</u>	<u>\$3,209,344</u>
Basic earnings per share	<u>\$.64</u>	<u>\$.66</u>	<u>\$ 2.17</u>	<u>\$ 2.30</u>
Diluted earnings per share	<u>\$.64</u>	<u>\$.66</u>	<u>\$ 2.17</u>	<u>\$ 2.30</u>