

PRESS RELEASE

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**HOME LOAN FINANCIAL CORPORATION REPORTS
EARNINGS FOR THE QUARTER ENDED SEPTEMBER 30, 2018**

Coshocton, Ohio, October 17, 2018 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$935,000, or \$0.67 basic and diluted earnings per share, for the quarter ended September 30, 2018 compared to net income of \$746,000 or \$0.53 basic and diluted earnings per share, for the quarter ended September 30, 2017, an increase of \$189,000.

This increase in earnings for the quarter ended September 30, 2018 compared with September 30, 2017 was primarily attributable to an increase in net interest income of \$147,000, an increase in noninterest income of \$40,000, and a decrease in federal income taxes of \$136,000, partially offset by an increase in the provision for loan losses of \$40,000, and an increase in noninterest expense of \$94,000.

Total assets at September 30, 2018 were \$206.5 million compared to June 30, 2018 assets of \$205.4 million, an increase of \$1.1 million or 0.5%. Total deposits at September 30, 2018 were \$162.7 million compared to June 30, 2018 deposits of \$161.1 million, an increase of \$1.6 million or 1.0%. Total equity at September 30, 2018 was \$27.6 million compared to \$27.8 million at June 30, 2018, a decrease of \$114,000.

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>September 30, 2018</u>	<u>June 30, 2018</u>
ASSETS		
Cash and cash equivalents	\$ 2,667,937	\$ 2,716,364
Interest-bearing time deposits	850,000	850,000
Securities available for sale	3,440,756	3,197,971
Federal Home Loan Bank stock	2,513,400	2,513,400
Loans held for sale	582,500	161,500
Loans, net	187,035,899	186,534,411
Premises and equipment	2,497,956	2,500,793
Accrued interest receivable	694,639	526,026
Bank owned life insurance	4,977,001	4,941,001
Other assets	<u>1,255,462</u>	<u>1,445,205</u>
Total assets	<u>\$206,515,550</u>	<u>\$205,386,671</u>
 LIABILITIES		
Deposits	\$ 162,729,927	\$ 161,086,838
Federal Home Loan Bank advances	14,496,692	15,148,923
Accrued interest payable	265,914	242,053
Accrued expenses and other liabilities	<u>1,378,425</u>	<u>1,150,294</u>
Total liabilities	178,870,958	177,628,108
 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	15,044,081	15,039,431
Retained earnings	23,612,417	23,727,583
Treasury stock, at cost – 848,545 shares at September 30, 2018 and June 30, 2018	(10,974,218)	(10,974,218)
Accumulated other comprehensive income	<u>(37,688)</u>	<u>(34,233)</u>
Total shareholders' equity	<u>27,644,592</u>	<u>27,758,563</u>
Total liabilities and shareholders' equity	<u>\$206,515,550</u>	<u>\$205,386,671</u>

CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended	
	<u>September 30,</u>	
	<u>2018</u>	<u>2017</u>
Total interest income	\$2,650,789	\$2,419,749
Total interest expense	<u>378,457</u>	<u>294,322</u>
Net interest income	2,272,332	2,125,427
Provision for loan losses	<u>40,000</u>	<u>-</u>
Net interest income after provision for loan losses	2,232,332	2,125,427
Total noninterest income	329,004	289,348
Total noninterest expense	<u>1,377,423</u>	<u>1,283,173</u>
Income before income tax expense	1,183,913	1,131,602
Income tax expense	<u>248,700</u>	<u>384,900</u>
Net income	<u>\$ 935,213</u>	<u>\$ 746,702</u>
Basic earnings per share	<u>\$ 0.67</u>	<u>\$ 0.53</u>
Diluted earnings per share	<u>\$ 0.67</u>	<u>\$ 0.53</u>