

**PRESS RELEASE**

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**HOME LOAN FINANCIAL CORPORATION REPORTS  
EARNINGS FOR THE QUARTER ENDED MARCH 31, 2007**

Coshocton, Ohio, April 21, 2007 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$272,000, or \$.18 basic and diluted earnings per share, for the quarter ended March 31, 2007 compared to a net loss of \$180,000, or \$.12 basic and diluted loss per share, for the quarter ended March 31, 2006, an increase of \$452,000.

This increase in earnings for the quarter ended March 31, 2007 compared with March 31, 2006, was primarily attributable to a decrease in provision for loan losses of \$775,000 and an increase in noninterest income of \$56,000, partially offset by a decrease in net interest income of \$129,000, and an increase in income tax expense of \$230,000.

The net interest margin for the three months ended March 31, 2007 was 3.45%. Return on average equity and return on average assets for the three months ended March 31, 2007 were 5.78% and 0.68%, respectively. The book value of HLFN's common stock was \$12.47 per share as of March 31, 2007 compared to \$12.36 per share as of March 31, 2006, an increase of \$0.11, or 0.9%.

Total assets at March 31, 2007 were \$163.0 million compared to June 30, 2006 assets of \$158.4 million, an increase of \$4.6 million, or 2.9%. Total deposits at March 31, 2007 were \$112.1 million compared to June 30, 2006 deposits of \$101.7 million, an increase of \$10.2 million, or 10.4%. Total equity at March 31, 2007 was \$18.7million compared to \$18.2 million at June 30, 2006, an increase of \$530,000.

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, 2007</u>	<u>June 30, 2006</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 12,756,958	\$ 6,399,627
Interest-bearing time deposits	1,323,448	1,282,598
Securities available for sale	7,160,109	7,090,247
Mortgage-backed securities available for sale	6,196,129	6,767,109
Federal Home Loan Bank stock	2,559,500	2,485,400
Loans, net	124,474,784	126,938,641
Premises and equipment	3,095,512	2,481,247
Accrued interest receivable	948,199	966,083
Bank owned life insurance	3,377,380	3,276,315
Other assets	<u>1,089,716</u>	<u>738,883</u>
Total assets	<u>\$162,981,735</u>	<u>\$158,426,150</u>
 <b>LIABILITIES</b>		
Deposits	\$ 112,057,723	\$ 101,661,916
Federal Home Loan Bank advances	30,762,257	37,081,902
Accrued interest payable	812,381	778,681
Accrued expenses and other liabilities	<u>601,224</u>	<u>685,489</u>
Total liabilities	144,233,585	140,207,988
 <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	14,937,874	14,863,741
Retained earnings	13,693,324	13,606,393
Unearned employee stock ownership plan shares	(58,735)	(234,938)
Unearned recognition and retention plan shares	(130,631)	(145,110)
Treasury stock, at cost – 744,947 shares at March 31, 2007 and 746,947 shares at June 30, 2006	(9,645,972)	(9,669,772)
Accumulated other comprehensive income	<u>(47,710)</u>	<u>(202,202)</u>
Total shareholders' equity	<u>18,748,150</u>	<u>18,218,162</u>
Total liabilities and shareholders' equity	<u>\$162,891,735</u>	<u>\$158,426,150</u>

## CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2007	2006	2007	2006
Total interest income	\$2,565,348	\$2,516,081	\$7,746,167	\$7,520,367
Total interest expense	<u>1,304,200</u>	<u>1,125,877</u>	<u>3,810,947</u>	<u>3,296,169</u>
Net interest income	1,261,148	1,390,204	3,935,220	4,224,198
Provision for loan losses	<u>75,000</u>	<u>850,000</u>	<u>225,000</u>	<u>1,245,000</u>
Net interest income after provision for loan losses	1,186,148	540,204	3,710,220	2,979,198
Total noninterest income	249,545	193,752	759,917	644,389
Total noninterest expense	<u>1,020,028</u>	<u>999,654</u>	<u>2,961,749</u>	<u>3,077,462</u>
Income before income tax expense	415,665	(265,698)	1,508,388	546,125
Income tax expense	<u>143,540</u>	<u>(86,160)</u>	<u>525,840</u>	<u>201,540</u>
Net income	<u>\$ 272,125</u>	<u>\$ (179,538)</u>	<u>\$ 982,548</u>	<u>\$ 344,585</u>
Basic earnings per share	<u>\$ .18</u>	<u>\$ (.12)</u>	<u>\$ .66</u>	<u>\$ .23</u>
Diluted earnings per share	<u>\$ .18</u>	<u>\$ (.12)</u>	<u>\$ .66</u>	<u>\$ .23</u>

## KEY OPERATING RATIOS

	At or For The		At or For The	
	Three Months Ended		Nine Months Ended	
	March 31,		December 31,	
	2007	2006	2007	2006
Net interest margin	3.45%	3.69%	3.59%	3.71%
Return on average assets	0.68%	(0.45)%	0.82%	0.28%
Return on average equity	5.78%	(3.69)%	6.98%	2.22%
Total equity to total assets	11.50%	11.61%	11.50%	11.61%
Common shares outstanding	1,503,303	1,514,315	1,503,303	1,514,315
Book value per share	\$12.47	\$12.36	\$12.47	\$12.36
Nonperforming assets to total assets	1.69%	0.99%	1.69%	0.99%