

**PRESS RELEASE**

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**HOME LOAN FINANCIAL CORPORATION REPORTS  
EARNINGS FOR THE QUARTER ENDED MARCH 31, 2010**

Coshocton, Ohio, April 21, 2010 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$348,000, or \$.25 basic and diluted earnings per share, for the quarter ended March 31, 2010 compared to net income of \$339,000, or \$.23 basic and diluted earnings per share, for the quarter ended March 31, 2009, an increase of \$9,000, or 2.7%.

This increase in earnings for the quarter ended March 31, 2010 compared with March 31, 2009 was primarily attributable to an increase in noninterest income of \$138,000 and a decrease in income tax expense of \$33,000, partially offset by an increase in the provision for loan losses of \$105,000 and a decrease in net interest income of \$94,000. The increase in noninterest income was attributable to a gain on the sale of mortgage-backed securities of \$138,000.

The net interest margin for the three months ended March 31, 2010 was 3.79%. Return on average equity and return on average assets for the three months ended March 31, 2010 were 7.39% and 0.86%, respectively. The book value of HLFN's common stock was \$13.21 per share as of March 31, 2010 compared to \$12.96 per share as of March 31, 2009.

Total assets at March 31, 2010 were \$161.6 million compared to June 30, 2009 assets of \$160.4 million, an increase of \$1.2 million, or 0.77%. Total deposits at March 31, 2010 were \$123.4 million compared to June 30, 2009 deposits of \$107.7 million, an increase of \$15.7 million, or 14.6%. Total equity at March 31, 2010 was \$18.7 million compared to \$18.9 million at June 30, 2009, a decrease of \$213,000. The decrease in total equity was primarily due to the purchase of treasury stock of \$411,000 during the period.

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, 2010</u>	<u>June 30, 2009</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 7,979,236	\$ 2,097,532
Interest-bearing time deposits	2,235,536	2,632,930
Securities available for sale	7,854,033	7,797,702
Mortgage-backed securities available for sale	--	5,778,710
Federal Home Loan Bank stock	2,663,300	2,663,300
Loans, net	131,927,932	131,570,705
Premises and equipment	2,977,622	3,056,271
Accrued interest receivable	824,997	966,005
Bank owned life insurance	3,798,816	3,692,886
Other assets	<u>1,387,019</u>	<u>164,629</u>
Total assets	<u>\$161,648,491</u>	<u>\$160,420,670</u>
 <b>LIABILITIES</b>		
Deposits	\$ 123,380,561	\$ 107,653,921
Federal Home Loan Bank advances	18,471,561	32,378,013
Accrued interest payable	522,887	652,158
Accrued expenses and other liabilities	<u>599,099</u>	<u>849,424</u>
Total liabilities	142,974,108	141,533,516
 <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	15,044,411	15,039,383
Retained earnings	14,217,625	13,972,452
Treasury stock, at cost – 834,453 shares at March 31, 2010 and 803,718 shares at June 30, 2009	(10,805,238)	(10,394,471)
Accumulated other comprehensive income	<u>217,585</u>	<u>269,790</u>
Total shareholders' equity	<u>18,674,383</u>	<u>18,887,154</u>
Total liabilities and shareholders' equity	<u>\$161,648,491</u>	<u>\$160,420,670</u>

## CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2010	2009	2010	2009
Total interest income	\$2,143,456	\$2,375,551	\$6,829,270	\$7,358,189
Total interest expense	<u>720,277</u>	<u>858,389</u>	<u>2,241,533</u>	<u>2,848,541</u>
Net interest income	1,423,179	1,517,162	4,587,737	4,509,648
Provision for loan losses	<u>290,000</u>	<u>185,000</u>	<u>600,000</u>	<u>530,000</u>
Net interest income after provision for loan losses	1,133,179	1,332,162	3,987,737	3,979,648
Total noninterest income	361,431	223,868	897,463	744,263
Total noninterest expense	<u>1,000,095</u>	<u>1,037,372</u>	<u>3,140,320</u>	<u>3,121,636</u>
Income before income tax expense	494,515	518,658	1,744,880	1,602,275
Income tax expense	<u>146,400</u>	<u>179,535</u>	<u>571,265</u>	<u>547,635</u>
Net income	<u>\$ 348,115</u>	<u>\$ 339,123</u>	<u>\$1,173,615</u>	<u>\$1,054,640</u>
Basic earnings per share	<u>\$ .25</u>	<u>\$ .23</u>	<u>\$ .82</u>	<u>\$ .71</u>
Diluted earnings per share	<u>\$ .25</u>	<u>\$ .23</u>	<u>\$ .82</u>	<u>\$ .71</u>

## KEY OPERATING RATIOS

	At or For The		At or For The	
	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2010	2009	2010	2009
Net interest margin	3.79%	3.98%	4.08%	3.92%
Return on average assets	0.86%	0.83%	0.97%	0.86%
Return on average equity	7.39%	7.12%	8.25%	7.38%
Total equity to total assets	11.55%	11.44%	11.55%	11.44%
Common shares outstanding	1,413,797	1,444,881	1,413,797	1,444,881
Book value per share	\$13.21	\$12.96	\$13.21	\$12.96
Nonperforming assets to total assets	1.69%	1.22%	1.69%	1.22%