

**PRESS RELEASE**

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**HOME LOAN FINANCIAL CORPORATION REPORTS  
EARNINGS FOR THE QUARTER ENDED SEPTEMBER 30, 2013**

Coshocton, Ohio, October 16, 2013 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$659,000, or \$0.47 basic and diluted earnings per share, for the quarter ended September 30, 2013 compared to net income of \$702,000 or \$0.50 basic and diluted earnings per share, for the quarter ended September 30, 2012, a decrease of \$42,000, or 6.0%.

This decrease in earnings for the quarter ended September 30, 2013 compared with September 30, 2012 was primarily attributable to a decrease in net interest income of \$3,000, a decrease in noninterest income of \$17,000, and an increase in noninterest expense of \$59,000, partially offset by a decrease in the provision in loan losses of \$20,000 and a decrease of federal income tax expense of \$17,000.

Total assets at September 30, 2013 were \$163.9 million compared to June 30, 2013 assets of \$164.6 million. Total deposits at September 30, 2013 were \$125.2 million compared to June 30, 2013 deposits of \$126.6 million, a decrease of \$1.4 million. Total equity at September 30, 2013 and June 30, 2013 was \$21.5 million.

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, 2013</u>	<u>June 30, 2013</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 7,038,940	\$ 8,596,412
Interest-bearing time deposits	3,419,538	3,515,020
Securities available for sale	4,204,162	4,665,471
Federal Home Loan Bank stock	2,663,300	2,663,300
Loans, net	138,061,962	136,359,178
Premises and equipment	2,964,567	3,012,877
Accrued interest receivable	567,279	553,020
Bank owned life insurance	4,289,001	4,254,701
Other assets	708,857	973,812
Total assets	<u>\$163,917,606</u>	<u>\$164,593,791</u>
<b>LIABILITIES</b>		
Deposits	\$ 125,226,690	\$ 126,616,566
Federal Home Loan Bank advances	16,000,173	15,369,693
Accrued interest payable	122,860	173,933
Accrued expenses and other liabilities	<u>1,054,421</u>	<u>904,545</u>
Total liabilities	142,404,144	143,064,737
<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	15,021,271
Retained earnings	17,493,667	17,505,771
Treasury stock, at cost – 851,744 and 849,744 shares at September 30, 2013 and June 30, 2013	(11,025,698)	(10,999,958)
Accumulated other comprehensive income	<u>1,082</u>	<u>1,970</u>
Total shareholders' equity	<u>21,513,462</u>	<u>21,529,054</u>
Total liabilities and shareholders' equity	<u>\$163,917,606</u>	<u>\$164,593,791</u>

## CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended	
	September 30,	
	<u>2013</u>	<u>2012</u>
Total interest income	\$2,104,169	\$2,168,110
Total interest expense	<u>183,672</u>	<u>244,238</u>
Net interest income	1,920,497	1,923,872
Provision for loan losses	<u>130,000</u>	<u>150,000</u>
Net interest income after provision for loan losses	1,790,497	1,773,872
Total noninterest income	310,580	327,393
Total noninterest expense	<u>1,101,749</u>	<u>1,042,818</u>
Income before income tax expense	999,328	1,058,477
Income tax expense	<u>340,150</u>	<u>356,900</u>
Net income	<u>\$ 659,178</u>	<u>\$ 701,547</u>
Basic earnings per share	<u>\$ 0.47</u>	<u>\$ 0.50</u>
Diluted earnings per share	<u>\$ 0.47</u>	<u>\$ 0.50</u>