

**PRESS RELEASE**

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**HOME LOAN FINANCIAL CORPORATION REPORTS  
EARNINGS FOR THE QUARTER ENDED MARCH 31, 2001**

Coshocton, Ohio, April 18, 2001 – Home Loan Financial Corporation (Nasdaq:HLFC), the parent company of The Home Loan Savings Bank, today announced net income of \$339,000, or \$.21 basic and diluted earnings per share, for the quarter ended March 31, 2001 compared to net income of \$246,000, or \$.15 basic and diluted earnings per share, for the quarter ended March 31, 2000, an increase of \$93,000, or 37.8%.

The increase in earnings for the quarter ended March 31, 2001 compared with March 31, 2000, was primarily attributable to an increase in net interest income of \$166,000, partially offset by increases in noninterest expense of \$40,000 and income tax expense of \$64,000.

The increase in net interest income was primarily due to an increase in average earning assets and an increase in net interest margin. The net interest margin for the three months ended March 31, 2001 was 4.03% compared to 3.83% for the three months ended March 31, 2000.

Return on average equity and return on average assets for the three months ended March 31, 2001 were 6.68% and 1.12%, respectively. Return on average equity and return on average assets for the nine months ended March 31, 2001 were 6.84% and 1.12%, respectively. The book value of HLFC's common stock was \$11.19 per share as of March 31, 2001 compared to \$10.04 per share as of March 31, 2000, an increase of \$1.15, or 11.5%.

Total assets at March 31, 2001 were \$122.1 million compared to June 30, 2000 assets of \$113.7 million, an increase of \$8.4 million, or 7.4%. The increase in total assets was primarily in loans, which increased \$8.7 million. Total deposits at March 31, 2001 were \$71.3 million compared to June 30, 2000 deposits of \$65.0 million, an increase of \$6.3 million, or 9.9%. Total equity at March 31, 2001 was \$20.5 million compared to \$19.4 million at June 30, 2000.

Home Loan Financial Corporation and The Home Loan Savings Bank are headquartered at 401 Main Street, Coshocton, Ohio 43812. The Bank has two offices in Coshocton, Ohio and a branch in West Lafayette, Ohio.

**HOME LOAN FINANCIAL CORPORATION**  
**CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**  
(Unaudited)

**CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION**

	<u>March 31, 2001</u>	<u>June 30, 2000</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 2,584,457	\$ 2,236,265
Securities available for sale	3,281,500	3,417,675
Mortgage-backed securities available for sale	18,122,162	18,422,861
Federal Home Loan Bank stock	1,652,500	1,564,100
Loans, net	94,599,586	85,852,772
Premises and equipment	1,100,154	1,148,897
Accrued interest receivable	620,535	585,128
Other assets	168,288	503,150
Total assets	<u>\$122,129,182</u>	<u>\$113,730,848</u>
<b>LIABILITIES</b>		
Deposits	\$ 71,345,844	\$ 64,951,022
Federal Home Loan Bank advances	29,225,000	28,625,000
Accrued interest payable	561,505	447,463
Accrued expenses and other liabilities	506,517	258,755
Total liabilities	101,638,866	94,282,240
<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	14,083,151	14,083,151
Retained earnings-substantially restricted	13,117,035	12,665,932
Unearned employee stock ownership plan shares	(1,682,910)	(1,873,155)
Unearned recognition and retention plan shares	(678,766)	(832,265)
Treasury stock, at cost – 417,037 shares at March 31, 2001 and 353,657 shares at June 30, 2000	(4,447,839)	(3,989,862)
Accumulated other comprehensive income	99,645	(605,193)
Total shareholders' equity	<u>20,490,316</u>	<u>19,448,608</u>
Total liabilities and shareholders' equity	<u>\$122,129,182</u>	<u>\$113,730,848</u>

## CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2001	2000	2001	2000
Total interest income	\$2,400,949	\$2,050,897	\$7,106,046	\$6,078,474
Total interest expense	<u>1,221,784</u>	<u>1,038,038</u>	<u>3,600,626</u>	<u>2,989,028</u>
Net interest income	1,179,165	1,012,859	3,505,420	3,089,446
Provision for loan losses	<u>15,000</u>	<u>30,000</u>	<u>45,000</u>	<u>90,000</u>
Net interest income after provision for loan losses	1,164,165	982,859	3,460,420	2,999,446
Total noninterest income	77,502	61,985	233,346	192,140
Total noninterest expense	<u>718,986</u>	<u>679,265</u>	<u>2,096,388</u>	<u>2,014,172</u>
Income before income tax expense	522,681	365,579	1,597,378	1,177,414
Income tax expense	<u>183,500</u>	<u>119,700</u>	<u>575,000</u>	<u>426,500</u>
Net income	<u>\$ 339,181</u>	<u>\$ 245,879</u>	<u>\$1,022,378</u>	<u>\$ 750,914</u>
Basic earnings per share	<u>\$ .21</u>	<u>\$ .15</u>	<u>\$ .63</u>	<u>\$ .44</u>
Diluted earnings per share	<u>\$ .21</u>	<u>\$ .15</u>	<u>\$ .63</u>	<u>\$ .44</u>

### KEY OPERATING RATIOS

	As of or For The		As of or For The	
	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2001	2000	2001	2000
Net interest margin	4.03%	3.83%	4.08%	3.97%
Return on average assets	1.12%	0.90%	1.12%	0.94%
Return on average equity	6.68%	5.08%	6.84%	5.10%
Total equity to total assets	16.78%	17.39%	16.78%	17.39%
Common shares outstanding	1,831,213	1,927,593	1,831,213	1,927,593
Book value per share	\$11.19	\$10.04	\$11.19	\$10.04
Nonperforming assets to Total assets	0.14%	0.04%	0.14%	0.04%