

PRESS RELEASE

FOR IMMEDIATE RELEASE

Contact: Breann Miller, Chief Financial Officer
Telephone: (740) 622-0444

**HOME LOAN FINANCIAL CORPORATION REPORTS
EARNINGS FOR THE QUARTER ENDED DECEMBER 31, 2018**

Coshocton, Ohio, January 16, 2019 – Home Loan Financial Corporation (OTCBB: HLFN), the parent company of The Home Loan Savings Bank, today announced net income of \$961,000, or \$0.69 basic and diluted earnings per share, for the quarter ended December 31, 2018 compared to net income of \$739,000 or \$0.53 basic and diluted earnings per share, for the quarter ended December 31, 2017, an increase of \$222,000, or 30.0%.

This increase in earnings for the quarter ended December 31, 2018 compared with December 31, 2017 was primarily attributable to an increase in net interest income of \$146,000 an increase in noninterest income of \$28,000, and a decrease in federal income taxes of \$125,000, partially offset by an increase in the provision for loan losses of \$56,000 and an increase in noninterest expense of \$21,000.

Total assets at December 31, 2018 were \$210.6 million compared to June 30, 2018 assets of \$205.4 million, an increase of \$5.2 million or 2.5%. Total deposits at December 31, 2018 were \$163 million compared to June 30, 2018 deposits of \$161.1 million, an increase of \$1.9 million or 1.2%. Total equity at December 31, 2018 was \$28.2 million compared to \$27.8 million at June 30, 2018, an increase of \$483,000.

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>December 31, 2018</u>	<u>June 30, 2018</u>
ASSETS		
Cash and cash equivalents	\$ 3,236,025	\$ 2,716,364
Interest-bearing time deposits	850,000	850,000
Securities available for sale	3,454,440	3,197,971
Federal Home Loan Bank stock	2,513,400	2,513,400
Loans held for sale	112,000	161,500
Loans, net	190,752,222	186,534,411
Premises and equipment	2,501,718	2,500,793
Accrued interest receivable	659,382	526,026
Bank owned life insurance	5,012,001	4,941,001
Other assets	<u>1,484,465</u>	<u>1,445,205</u>
Total assets	<u>\$210,575,653</u>	<u>\$205,386,671</u>
 LIABILITIES		
Deposits	\$ 163,027,031	\$ 161,086,838
Federal Home Loan Bank advances	17,646,170	15,148,923
Accrued interest payable	310,043	242,053
Accrued expenses and other liabilities	<u>1,351,088</u>	<u>1,150,294</u>
Total liabilities	182,334,332	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	15,048,731	15,039,431
Retained earnings	24,194,897	23,727,583
Treasury stock, at cost – 848,545 shares at December 31, 2018 and June 30, 2018	(10,974,218)	(10,974,218)
Accumulated other comprehensive income	<u>(28,089)</u>	<u>(34,233)</u>
Total shareholders' equity	<u>28,241,321</u>	<u>27,758,563</u>
Total liabilities and shareholders' equity	<u>\$210,575,653</u>	<u>\$205,386,671</u>

CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended		Six Months Ended	
	<u>December 31,</u>		<u>December 31,</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
Total interest income	\$2,702,556	\$2,476,086	\$5,353,222	\$4,895,834
Total interest expense	<u>387,395</u>	<u>306,695</u>	<u>765,852</u>	<u>601,017</u>
Net interest income	2,315,161	2,169,391	4,587,370	4,294,817
Provision for loan losses	<u>70,000</u>	<u>14,000</u>	<u>110,000</u>	<u>14,000</u>
Net interest income after provision for loan losses	2,245,161	2,155,391	4,477,370	4,280,817
Total noninterest income	336,163	308,104	665,167	597,452
Total noninterest expense	<u>1,365,267</u>	<u>1,344,174</u>	<u>2,742,567</u>	<u>2,627,346</u>
Income before income tax expense	1,216,057	1,119,321	2,399,970	2,250,923
Income tax expense	<u>255,440</u>	<u>380,500</u>	<u>504,140</u>	<u>765,400</u>
Net income	<u>\$ 960,617</u>	<u>\$ 738,821</u>	<u>\$1,895,830</u>	<u>\$1,485,523</u>
Basic earnings per share	<u>\$.69</u>	<u>\$.53</u>	<u>\$ 1.36</u>	<u>\$ 1.06</u>
Diluted earnings per share	<u>\$.69</u>	<u>\$.53</u>	<u>\$ 1.36</u>	<u>\$ 1.06</u>