



279 East Morgan Street  
Spencer, Indiana 47460  
(812) 829-2095

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**NOTICE OF ANNUAL MEETING OF SHAREHOLDERS**

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**To Be Held On October 11, 2011**

Notice is hereby given that the Annual Meeting of Shareholders of Home Financial Bancorp (the "Holding Company") will be held at the Holding Company's office at 279 East Morgan Street, Spencer, Indiana, on Tuesday, October 11, 2011, at 3:00 p.m., Eastern Daylight Time.

The Annual Meeting will be held for the following purposes:

1. *Election of Directors.* Election of two directors of the Holding Company for terms expiring in 2014.
2. *Ratification of Auditors.* Approval and ratification of the appointment of BKD LLP as auditors for Home Financial Bancorp for the fiscal year ending June 30, 2012.
3. *Other Business.* Such other matters as may properly come before the meeting or any adjournment thereof.

Shareholders of record at the close of business on August 16, 2011, are entitled to vote at the meeting or any adjournment thereof.

We urge you to read the enclosed Proxy Statement carefully so that you may be informed about the business to come before the meeting, or any adjournment thereof. At your earliest convenience, please sign and return the accompanying proxy in the postage-paid envelope furnished for that purpose.

A copy of our Annual Report for the fiscal year ended June 30, 2011, is enclosed. The Annual Report is not a part of the proxy soliciting material enclosed with this letter.

By Order of the Board of Directors

Kurt D. Rosenberger, President

Spencer, Indiana  
September 9, 2011

**IT IS IMPORTANT THAT THE PROXIES BE RETURNED PROMPTLY. THEREFORE, WHETHER OR NOT YOU PLAN TO BE PRESENT IN PERSON AT THE ANNUAL MEETING, PLEASE SIGN, DATE AND COMPLETE THE ENCLOSED PROXY AND RETURN IT IN THE ENCLOSED ENVELOPE WHICH REQUIRES NO POSTAGE IF MAILED IN THE UNITED STATES.**



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PROXY STATEMENT

**FOR**  
**ANNUAL MEETING OF SHAREHOLDERS**  
**October 11, 2011**

This Proxy Statement is being furnished to the holders of common stock, without par value (the "Common Stock"), of Home Financial Bancorp (the "Holding Company"), an Indiana corporation, in connection with the solicitation of proxies by the Board of Directors of the Holding Company to be voted at the Annual Meeting of Shareholders to be held at 3:00 p.m., Eastern Daylight Time, on October 11, 2011, at the Holding Company's office at 279 East Morgan Street, Spencer, Indiana, and at any adjournment of such meeting. The principal asset of the Holding Company consists of 100% of the issued and outstanding shares of common stock, \$.01 par value per share, of Our Community Bank (the "Bank").

The proxy solicited hereby, if properly signed and returned to the Holding Company and not revoked prior to its use, will be voted in accordance with the instructions contained therein. If no contrary instructions are given, each proxy received will be voted for each of the matters described below and, upon the transaction of such other business as may properly come before the meeting, in accordance with the best judgment of the persons appointed as proxies.

Any shareholder giving a proxy has the power to revoke it at any time before it is exercised by (i) filing with the Secretary of the Holding Company written notice thereof (Gary M. Monnett, 279 East Morgan Street, Spencer, Indiana 47460), (ii) submitting a duly executed proxy bearing a later date, or (iii) by appearing at the Annual Meeting and giving the Secretary notice of his or her intention to vote in person. Proxies solicited hereby may be exercised only at the Annual Meeting and any adjournment thereof and will not be used for any other meeting.

**VOTING SECURITIES AND PRINCIPAL HOLDERS THEREOF**

Only shareholders of record at the close of business on August 16, 2011 ("Voting Record Date"), will be entitled to vote at the Annual Meeting. On the Voting Record Date, there were 1,343,605 shares of the Common Stock issued and outstanding, and the Holding Company had no other class of equity securities outstanding. Each share of Common Stock is entitled to one vote at the Annual Meeting on all matters properly presented at the Annual Meeting.

**PROPOSAL I — ELECTION OF DIRECTORS**

The Holding Company currently has six directors. All of the directors except Kurt D. Rosenberger and Gary M. Monnett, a majority of the Board, meet the standards for independence of Board members set forth in the Listing Standards for the National Association of Securities Dealers.

The nominees for election as a director this year are Tad Wilson and John A. Gillaspy, each of whom currently serves as a director. Messrs. Wilson and Gillaspy each have been nominated to serve for a three-year term ending in 2014.

Unless otherwise directed, each proxy executed and returned by a shareholder will be voted for the election of the nominees listed below. If any person named as a nominee should be unable or unwilling to stand for election at the time of the Annual Meeting, the proxy holders will nominate and vote for a replacement nominee recommended by the Board of Directors. At this time, the Board of Directors knows of no reason why the nominees listed below may not be able to serve as directors if elected.

The following table sets forth certain information regarding the nominees for the position of director of the Holding Company and each director continuing in office after the Annual Meeting.

<b>Name</b>	<b>Expiration of Term as Director</b>	<b>Director of the Bank Since</b>	<b>Director of the Holding Company Since</b>	<b>Present Principal Occupation</b>
<i><b>Director Nominees:</b></i>				
Tad Wilson	2014	1978	1996	Retired
John A. Gillaspy	2014	2006	2006	President and General Manager, Spencer Evening World, Inc., Hoosier Topics, Inc., Clay City News, Inc. and Ellettsville Journal Inc. and President of World Arts, Inc.
<i><b>Directors Continuing in Office:</b></i>				
Gary M. Monnett	2012	1998	1998	Executive Vice President, Chief Financial Officer and Secretary of the Holding Company and the Bank
Charles H. Hardesty	2012	2006	2006	President, Hardesty Construction, Inc.
Stephen Parrish	2013	1982	1996	Retired
Kurt D. Rosenberger	2013	1998	1998	President and Chief Executive Officer of the Holding Company and the Bank

The Board of Directors of the Holding Company has a Stock Compensation Committee, an Audit Committee and a Governance and Nominating Committee among its Board Committees. The members of the Stock Compensation Committee and of the Audit Committee are Messrs. Gillaspy, Parrish, Wilson, and Hardesty. The members of the Governance and Nominating Committee are Messrs. Parrish and Hardesty. All of these Committee members meet the standards of independence for committee members set forth in the Listing Standards of the National Association of Securities Dealers.

**THE DIRECTORS SHALL BE ELECTED UPON RECEIPT OF A PLURALITY OF VOTES CAST AT THE ANNUAL SHAREHOLDERS MEETING. PLURALITY MEANS THAT INDIVIDUALS WHO RECEIVE THE LARGEST NUMBER OF VOTES CAST ARE ELECTED UP TO THE MAXIMUM NUMBER OF DIRECTORS TO BE CHOSEN AT THE MEETING.**

## **PROPOSAL II — RATIFICATION OF AUDITORS**

The Board of Directors proposes for the ratification of the shareholders at the Annual Meeting the appointment of BKD LLP, certified public accountants, as independent auditors for the fiscal year ended June 30, 2012. BKD LLP has served as auditors for the Bank since 1989. A representative of BKD LLP

is expected to be present at the Annual Meeting with the opportunity to make a statement if he so desires. He will also be available to respond to any appropriate questions shareholders may have.

#### **OTHER MATTERS**

Management is not aware of any business to come before the Annual Meeting other than those matters described in the Proxy Statement. However, if any other matters should properly come before the Annual Meeting, it is intended that the proxies solicited hereby will be voted with respect to those other matters in accordance with the judgment of the persons voting the proxies.

The cost of solicitation of proxies will be borne by the Holding Company. The Holding Company will reimburse brokerage firms and other custodians, nominees and fiduciaries for reasonable expenses incurred by them in sending proxy material to the beneficial owners of the Common Stock. In addition to solicitation by mail, directors, officers, and employees of the Holding Company may solicit proxies personally or by telephone without additional compensation.

Each shareholder is urged to complete, date and sign the proxy and return it promptly in the enclosed envelope.

By Order of the Board of Directors

A handwritten signature in black ink, appearing to read "Kurt D. Rosenberger". The signature is written in a cursive, flowing style.

Kurt D. Rosenberger, President

September 9, 2011