

F & M BANCSHARES, INC.

	CPP Disbursement Date 01/30/2009	RSSD (Holding Company) 1135806	Number of Insured Depository Institutions 1	
<b>Selected balance and off-balance sheet items</b>	<b>2012</b> \$ millions	<b>2013</b> \$ millions	%chg from prev	
<b>Assets</b>	\$278	\$296	6.3%	
<b>Loans</b>	\$238	\$245	2.7%	
<i>Construction &amp; development</i>	\$14	\$12	-12.9%	
<i>Closed-end 1-4 family residential</i>	\$71	\$74	4.6%	
<i>Home equity</i>	\$3	\$3	-5.9%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$8	\$8	9.6%	
<i>Commercial &amp; Industrial</i>	\$28	\$34	22.9%	
<i>Commercial real estate</i>	\$52	\$54	2.4%	
Unused commitments	\$24	\$31	30.9%	
Securitization outstanding principal	\$2	\$0	-100.0%	
Mortgage-backed securities (GSE and private issue)	\$0	\$0	-10.2%	
Asset-backed securities	\$0	\$0		
Other securities	\$11	\$11	-2.3%	
Cash & balances due	\$15	\$27	75.8%	
Residential mortgage originations				
<i>Closed-end mortgage originated for sale (quarter)</i>	\$0	\$0		
<i>Open-end HELOC originated for sale (quarter)</i>	\$0	\$0		
<i>Closed-end mortgage originations sold (quarter)</i>	\$0	\$0		
<i>Open-end HELOC originations sold (quarter)</i>	\$0	\$0		
<b>Liabilities</b>	\$254	\$270	6.6%	
Deposits	\$239	\$255	7.0%	
Total other borrowings	\$12	\$12	-3.1%	
FHLB advances	\$12	\$12	-3.1%	
<b>Equity</b>				
Equity capital at quarter end	\$25	\$26	3.4%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
<b>Performance Ratios</b>				
Tier 1 leverage ratio	8.2%	8.3%	--	
Tier 1 risk based capital ratio	10.5%	10.4%	--	
Total risk based capital ratio	11.7%	11.7%	--	
Return on equity <sup>1</sup>	16.0%	17.8%	--	
Return on assets <sup>1</sup>	1.4%	1.5%	--	
Net interest margin <sup>1</sup>	5.9%	6.0%	--	
Coverage ratio ((ALLL+Alloc transfer risk)/Noncurrent loans)	118.1%	142.3%	--	
Loss provision to net charge-offs (qtr)	148.3%	177.3%	--	
Net charge-offs to average loans and leases <sup>1</sup>	0.5%	0.4%	--	
<sup>1</sup> Quarterly, annualized.				
	<b>Noncurrent Loans</b>		<b>Gross Charge-Offs</b>	
<b>Asset Quality (% of Total Loan Type)</b>	<b>2012</b>	<b>2013</b>	<b>2012</b>	<b>2013</b>
<i>Construction &amp; development</i>	0.1%	0.7%	0.0%	0.0%
<i>Closed-end 1-4 family residential</i>	1.7%	1.0%	0.2%	0.0%
<i>Home equity</i>	0.0%	0.0%	0.0%	0.0%
<i>Credit card</i>	0.0%	0.0%	0.0%	0.0%
<i>Other consumer</i>	1.7%	1.0%	0.3%	0.3%
<i>Commercial &amp; Industrial</i>	1.9%	2.4%	0.0%	0.2%
<i>Commercial real estate</i>	1.1%	1.0%	0.1%	0.3%
<i>Total loans</i>	1.2%	1.1%	0.1%	0.2%