

FARMERS AND MERCHANTS FINANCIAL CORPORATION

	CPP Disbursement Date 03/20/2009	RSSD (Holding Company) 1059694	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2012 \$ millions	2013 \$ millions	%chg from prev	
Assets	\$34	\$35	1.8%	
Loans	\$26	\$27	3.6%	
Construction & development	\$1	\$1	57.2%	
Closed-end 1-4 family residential	\$4	\$5	25.9%	
Home equity	\$0	\$0		
Credit card	\$0	\$0		
Other consumer	\$1	\$0	-51.8%	
Commercial & Industrial	\$3	\$4	13.6%	
Commercial real estate	\$4	\$4	4.1%	
Unused commitments	\$5	\$4	-10.0%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$0	\$0		
Asset-backed securities	\$0	\$0		
Other securities	\$4	\$4	-1.7%	
Cash & balances due	\$2	\$2	-4.8%	
Residential mortgage originations				
Closed-end mortgage originated for sale (quarter)	\$0	\$0		
Open-end HELOC originated for sale (quarter)	\$0	\$0		
Closed-end mortgage originations sold (quarter)	\$0	\$0		
Open-end HELOC originations sold (quarter)	\$0	\$0		
Liabilities	\$32	\$33	1.8%	
Deposits	\$30	\$31	1.7%	
Total other borrowings	\$2	\$2	-13.7%	
FHLB advances	\$0	\$0		
Equity				
Equity capital at quarter end	\$2	\$2	1.8%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	7.0%	7.1%	--	
Tier 1 risk based capital ratio	9.8%	9.8%	--	
Total risk based capital ratio	11.0%	11.0%	--	
Return on equity ¹	14.2%	-0.6%	--	
Return on assets ¹	1.0%	0.0%	--	
Net interest margin ¹	5.4%	5.1%	--	
Coverage ratio ((ALLL+Alloc transfer risk)/Noncurrent loans)	756.1%	427.4%	--	
Loss provision to net charge-offs (qtr)	0.0%	-600.0%	--	
Net charge-offs to average loans and leases ¹	0.0%	0.0%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2012	2013	2012	2013
Construction & development	0.0%	0.0%	0.0%	0.0%
Closed-end 1-4 family residential	0.5%	2.0%	0.0%	0.0%
Home equity	0.0%	0.0%	0.0%	0.0%
Credit card	0.0%	0.0%	0.0%	0.0%
Other consumer	0.0%	0.0%	0.0%	0.0%
Commercial & Industrial	0.0%	0.2%	0.0%	0.0%
Commercial real estate	0.0%	0.0%	0.0%	0.0%
Total loans	0.2%	0.4%	0.0%	0.0%