

FARMERS & MERCHANTS BANCSHARES, INC.

	CPP Disbursement Date 03/06/2009	RSSD (Holding Company) 1134881	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2012 \$ millions	2013 \$ millions	%chg from prev	
Assets	\$526	\$507	-3.6%	
Loans	\$372	\$400	7.8%	
Construction & development	\$39	\$34	-12.5%	
Closed-end 1-4 family residential	\$38	\$41	7.7%	
Home equity	\$0	\$0		
Credit card	\$0	\$0		
Other consumer	\$5	\$4	-19.4%	
Commercial & Industrial	\$76	\$73	-4.1%	
Commercial real estate	\$162	\$187	15.4%	
Unused commitments	\$48	\$55	15.7%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$6	\$0	-91.3%	
Asset-backed securities	\$0	\$0		
Other securities	\$17	\$15	-13.9%	
Cash & balances due	\$86	\$60	-30.3%	
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	\$456	\$432	-5.3%	
Deposits	\$454	\$430	-5.3%	
Total other borrowings	\$0	\$0		
FHLB advances	\$0	\$0		
Equity				
Equity capital at quarter end	\$70	\$75	7.5%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	10.2%	11.4%	--	
Tier 1 risk based capital ratio	13.1%	13.9%	--	
Total risk based capital ratio	14.4%	15.1%	--	
Return on equity ¹	8.7%	8.1%	--	
Return on assets ¹	1.2%	1.2%	--	
Net interest margin ¹	5.0%	4.9%	--	
Coverage ratio ((ALLL+Alloc transfer risk)/Noncurrent loans)	205.0%	162.9%	--	
Loss provision to net charge-offs (qtr)	0.0%	0.0%	--	
Net charge-offs to average loans and leases ¹	0.4%	0.4%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2012	2013	2012	2013
Construction & development	0.0%	0.7%	0.4%	0.0%
Closed-end 1-4 family residential	0.8%	0.1%	0.2%	0.5%
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%	0.6%	0.1%
Commercial & Industrial	0.4%	1.0%	0.2%	0.0%
Commercial real estate	0.4%	0.5%	0.0%	0.0%
Total loans	0.9%	0.8%	0.1%	0.1%