

FARMERS BANK

	CPP Disbursement Date 01/23/2009	Cert 2429	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2008 \$ millions	2009 \$ millions	%chg from prev	
Assets	\$375	\$421	12.0%	
Loans	\$291	\$274	-5.8%	
Construction & development	\$80	\$70	-12.1%	
Closed-end 1-4 family residential	\$67	\$62	-6.9%	
Home equity	\$7	\$10	37.7%	
Credit card	\$0	\$0		
Other consumer	\$6	\$5	-19.8%	
Commercial & Industrial	\$20	\$23	16.2%	
Commercial real estate	\$97	\$90	-7.2%	
Unused commitments	\$52	\$41	-21.3%	
Securitization outstanding principal	\$0	\$0		
Mortgage-backed securities (GSE and private issue)	\$46	\$94	102.6%	
Asset-backed securities	\$0	\$0		
Other securities	\$24	\$37	53.0%	
Cash & balances due	\$6	\$4	-25.6%	
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	\$345	\$382	10.5%	
Deposits	\$304	\$343	12.7%	
Total other borrowings	\$39	\$37	-5.7%	
FHLB advances	\$37	\$35	-5.4%	
Equity				
Equity capital at quarter end	\$30	\$39	30.3%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$9	NA	
Performance Ratios				
Tier 1 leverage ratio	8.1%	9.0%	--	
Tier 1 risk based capital ratio	10.0%	13.4%	--	
Total risk based capital ratio	11.2%	14.7%	--	
Return on equity ¹	-0.4%	1.5%	--	
Return on assets ¹	0.0%	0.1%	--	
Net interest margin ¹	3.2%	3.4%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	91.5%	73.3%	--	
Loss provision to net charge-offs (qtr)	187.1%	83.1%	--	
Net charge-offs to average loans and leases ¹	1.3%	3.1%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2008	2009	2008	2009
Construction & development	3.0%	9.1%	0.0%	1.9%
Closed-end 1-4 family residential	2.4%	4.2%	1.4%	1.0%
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%	0.1%	0.0%
Commercial & Industrial	0.0%	0.5%	0.0%	0.7%
Commercial real estate	0.2%	0.8%	0.0%	0.0%
Total loans	1.4%	3.6%	0.3%	0.8%