

F & M BANCSHARES, INC.

	CPP Disbursement Date 01/30/2009	RSSD (Holding Company) 1135806	Number of Insured Depository Institutions 1	
Selected balance and off-balance sheet items	2011 \$ millions	2012 \$ millions	%chg from prev	
Assets	\$264	\$278	5.3%	
Loans	\$219	\$238	8.7%	
<i>Construction & development</i>	\$13	\$14	6.1%	
<i>Closed-end 1-4 family residential</i>	\$63	\$71	12.8%	
<i>Home equity</i>	\$3	\$3	24.0%	
<i>Credit card</i>	\$0	\$0		
<i>Other consumer</i>	\$7	\$8	18.0%	
<i>Commercial & Industrial</i>	\$22	\$28	25.8%	
<i>Commercial real estate</i>	\$49	\$52	7.1%	
Unused commitments	\$26	\$24	-8.2%	
Securitization outstanding principal	\$1	\$2	104.5%	
Mortgage-backed securities (GSE and private issue)	\$1	\$0	-75.8%	
Asset-backed securities	\$0	\$0		
Other securities	\$12	\$11	-8.2%	
Cash & balances due	\$17	\$15	-10.1%	
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		
Liabilities	\$241	\$254	5.0%	
Deposits	\$231	\$239	3.3%	
Total other borrowings	\$8	\$12	48.6%	
FHLB advances	\$8	\$12	48.6%	
Equity				
Equity capital at quarter end	\$23	\$25	8.9%	
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA	
Performance Ratios				
Tier 1 leverage ratio	8.0%	8.2%	--	
Tier 1 risk based capital ratio	10.1%	10.5%	--	
Total risk based capital ratio	11.3%	11.7%	--	
Return on equity ¹	9.7%	16.0%	--	
Return on assets ¹	0.8%	1.4%	--	
Net interest margin ¹	5.5%	5.9%	--	
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	86.8%	118.1%	--	
Loss provision to net charge-offs (qtr)	85.4%	148.3%	--	
Net charge-offs to average loans and leases ¹	0.7%	0.5%	--	
¹ Quarterly, annualized.				
	Noncurrent Loans		Gross Charge-Offs	
Asset Quality (% of Total Loan Type)	2011	2012	2011	2012
<i>Construction & development</i>	0.1%	0.1%	0.0%	0.0%
<i>Closed-end 1-4 family residential</i>	2.1%	1.7%	0.1%	0.2%
<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>	1.1%	1.7%	0.2%	0.3%
<i>Commercial & Industrial</i>	1.1%	1.9%	0.6%	0.0%
<i>Commercial real estate</i>	1.5%	1.1%	0.2%	0.1%
<i>Total loans</i>	1.2%	1.2%	0.2%	0.1%