

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	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$24	\$26	8.4%		
Loans	\$18	\$19	6.3%		
Construction & development	\$0	\$0	-8.3%		
Closed-end 1-4 family residential	\$2	\$3	18.5%		
Home equity	\$0	\$0			
Credit card	\$0	\$0			
Other consumer	\$1	\$1	11.2%		
Commercial & Industrial	\$4	\$3	-13.5%		
Commercial real estate	\$1	\$1	18.3%		
Unused commitments	\$1	\$2	111.7%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$0	\$0			
Asset-backed securities	\$0	\$0			
Other securities	\$4	\$4	14.2%		
Cash & balances due	\$1	\$1	13.6%		
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	\$22	\$24	9.1%		
Deposits	\$22	\$24	9.3%		
Total other borrowings	\$0	\$0	-17.4%		
FHLB advances	\$0	\$0			
Equity					
Equity capital at quarter end	\$2	\$2	-0.3%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	7.6%	7.3%	--		
Tier 1 risk based capital ratio	11.9%	11.3%	--		
Total risk based capital ratio	13.2%	12.5%	--		
Return on equity ¹	5.4%	-0.6%	--		
Return on assets ¹	0.4%	0.0%	--		
Net interest margin ¹	5.1%	4.4%	--		
Coverage ratio ((ALL+Alloc transfer risk)/Noncurrent loans)	9550.0%	24.8%	--		
Loss provision to net charge-offs (qtr)	8.6%	9.5%	--		
Net charge-offs to average loans and leases ¹	0.8%	5.2%	--		
¹ Quarterly, annualized.					
Asset Quality (% of Total Loan Type)	Noncurrent Loans		Gross Charge-Offs		
	2009	2010	2009	2010	
Construction & development	0.0%	0.0%	0.0%	0.0%	--
Closed-end 1-4 family residential	0.3%	0.0%	0.7%	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%	0.9%	1.2%	0.7%	--
Commercial & Industrial	0.0%	48.5%	0.2%	7.7%	--
Commercial real estate	0.0%	0.0%	0.0%	0.0%	--
Total loans	0.0%	7.9%	0.2%	1.4%	--