CAPITAL PURCHASE PROGRAM (CPP) LENDING REPORT

Name of institution: F & M Financial Corporation UST Seq Num 778
Person to be contacted about this report: DeWayne Olive, EVP & CFO
Submission date: 4/30/2009

RSSD (for Bank Holding Companies):0001138450
Holding Company Docket Number (for Thrift Holding Companies):
FDIC Certificate Number (for depository institutions): 09963

LENDING ACTIVITY (Thousands $)	2009 FEB	2009 MAR	Key	Comments
1. Loan Balances				
a. Average Consumer Loans	$167,307	$164,133		Average Consumer Loans Include Mortgage loans Held for Sale that will fluctuate monthly based on the current market. Feb 2009 Bal is $19,471k. March 2009 Avg Bal is Avg Bal is $17,160k
b. Average Commercial Loans	$417,535	$426,448		
c. Total Loans (sum of lines a and b)	$584,842	$590,581		

2. General Market Commentary (optional)

Average Consumer Overdraft balances are not included in Consumer loans.