

F&M BANK CORP
Form 10-Q
November 13, 2012

Financial Statements

F & M Bank Corp.

September 30, 2012

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549

FORM 10-Q

Quarterly report Under Section 13 or 15(d) of the Securities Exchange Act of 1934

For the quarterly period ended September 30, 2012.

Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Commission File Number: 000-13273

F & M BANK CORP.

Virginia
(State or Other Jurisdiction of Incorporation
or Organization)

54-1280811
(I.R.S. Employer Identification No.)

P. O. Box 1111
Timberville, Virginia 22853
(Address of Principal Executive Offices) (Zip Code)

(540) 896-8941
(Registrant's Telephone Number, Including Area Code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files. Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definition of "large accelerated filer", "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one)

Large accelerated filer Accelerated filer
Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting Company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). Yes No

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State the number of shares outstanding of each of the registrant's classes of common stock, as of the latest practicable date.

Class	Outstanding at November 9, 2012
Common Stock, par value - \$5	2,498,157 shares

F & M BANK CORP.

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PART I FINANCIAL INFORMATION

ITEM 1 FINANCIAL STATEMENTS

F & M BANK CORP.
Consolidated Statements of Income

(In Thousands of Dollars Except per Share Amounts)
(Unaudited)

	Three Months Ended September 30,	
	2012	2011
Interest income		
Interest and fees on loans held for investment	\$6,454	\$6,540
Interest and fees on loans held for sale	531	420
Interest on federal funds sold	3	2
Interest on interest bearing deposits	1	8
Dividends on equity securities	-	21
Interest on debt securities	37	35
Total interest income	7,026	7,026
Interest expense		
Interest on demand deposits	290	387
Interest on savings accounts	47	50
Interest on time deposits over \$100,000	225	303
Interest on other time deposits	502	606
Total interest on deposits	1,064	1,346
Interest on short-term debt	15	11
Interest on long-term debt	494	544
Total interest expense	1,573	1,901
Net interest income	5,453	5,125
Provision for loan losses	900	900
Net interest income after provision for loan losses	4,553	4,225
Noninterest income		
Service charges	290	296
Insurance and other commissions	236	162
Other	360	264
Income on bank owned life insurance	146	89
Gain on the sale of securities	-	736
Total noninterest income	1,032	1,547
Noninterest expense		
Salaries	1,448	1,409
Employee benefits	496	435
Occupancy expense	149	136
Equipment expense	131	148
FDIC insurance assessment	174	23

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Other	1,066	933
Total noninterest expense	3,464	3,084
Income before income taxes	2,121	2,688
Income tax expense	702	1,330
Consolidated net income	1,419	1,358
Net income - Noncontrolling interest	(37)