

## 2022 Annual Report

### Chairman's Message to Shareholders:

The year of 2022 was a year of growth in our physical locations. In February of 2022 we opened a full-service branch in Springboro, on the busy State Route 741. This branch is getting a lot of attention as it is the first of its kind in the region. We designed a shared lobby concept with a separate drive thru lane to accommodate Biggby Coffee as the tenant. This shared space is very inviting for everyone in the community and generates lots of traffic in the branch. In November we moved our New Lebanon branch that was located in a grocery store to a full-service, stand-alone branch. This former bank building we purchased allowed us to grow from about 200 square feet to 5,000 square feet. We are now able to expand our services at this location to include an ATM and safe deposit boxes. While we continue to focus on the use of technology, and especially our mobile platform, our customers still indicate they have a strong desire to still have a brick and mortar branch to visit. Our branch network now includes five full-service operations covering the south Dayton market in both Montgomery and Warren counties.

Net income was \$3,416,391, as of December 31, 2022, compared to \$3,329,393 at year end 2021 on an after-tax basis. Net earnings were up 2.61% for the year. We are thrilled to see this level of earnings in 2022 given that we did not have the significant portion earnings attributable to the government PPP Loan program in 2021. F&M Bancorp grew in 2022 with total assets reaching \$272,638,504 as of December 31, 2022, or a 2.45% increase over the prior year. Deposits grew 6.20% to \$237,070,569, and loans saw a significant increase of 13.70%, to \$191,514,451 for the year.

This past year we were able to match last year's record high dividend payment to shareholders. We ended the year with total dividends paid of \$1.55 per share for 2022, including the additional year-end dividend of \$0.55 per share. Shareholders saw an increase of 6.30% in the fair market value of F&M Bancorp stock for the year. The price at year end 2022 was \$96.15 per share, compared to \$90.45 at year-end 2021. It should also be noted, that as of the production of this report the price had increased to \$102.45 per share on January 30, 2023. If you have an interest in expanding your ownership or participating in our Dividend Reinvestment Program (DRIP), please contact Cindy Spencer at F&M Bancorp at 937-866-2455. You may also continue to contact our "market maker," Jennifer McFarland with Community Banc Investments, Inc. at 1-800-224-1013 for stock sales and purchases. Please feel free to reach out to me personally at [smyers@bankwithfm.com](mailto:smyers@bankwithfm.com) with any questions at any time, and we thank you for your investment in F&M Bancorp.

Sincerely,



Shon Myers

Chairman, President and Chief Executive Officer