

# Transaction Announcement

F&M Bank Agrees to be Acquired



## Transaction Profile



Has agreed to be acquired by

**F&M Bancorp, Inc.**



Olsen Palmer LLC served as exclusive financial advisor to F&M Financial Corporation, parent of F&M Bank

July 21, 2015

Olsen Palmer is pleased to announce that F&M Financial Corporation, parent of Clarksville, Tennessee-based F&M Bank, has agreed to be acquired by F&M Bancorp, Inc., a newly-formed bank holding company solely owned by Gaylon Lawrence Jr.

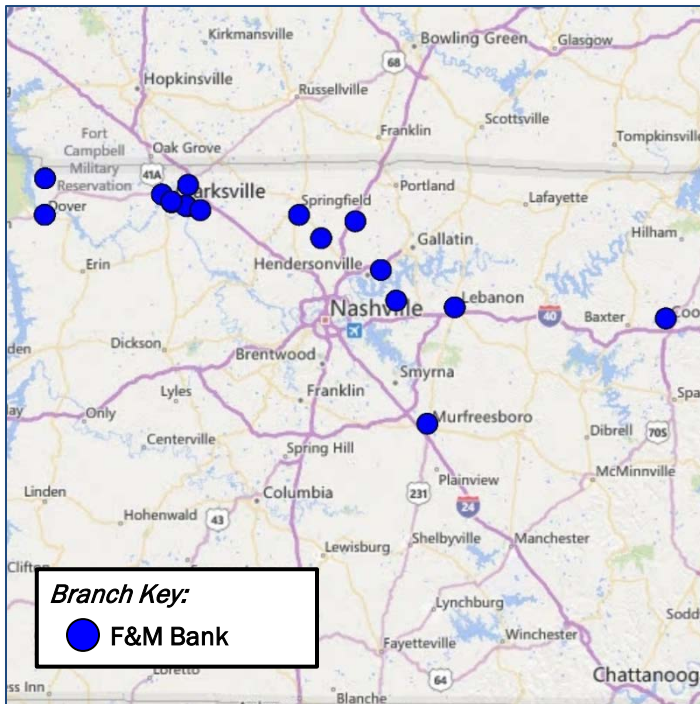
With \$857 million in assets, F&M Bank ranks among the 20 largest Tennessee-based banks, operating 17 branches across 7 counties.

Upon consummation of the merger, F&M Bank will remain intact with F&M's existing name, charter, management, employees, and board of directors remaining in place. The transaction is expected to close by or before the end of 2015.

Mr. Lawrence, through his holdings in The Lawrence Group, currently owns five other banks, including the Arkansas-based parent company of Tennessee Bank & Trust which currently serves Tennessee through branches in Cool Springs and Green Hills.

Olsen Palmer LLC served as exclusive financial advisor to F&M Financial Corporation. This is the 7<sup>th</sup> announced or completed transaction in the past 10 months in which Olsen Palmer LLC has served as advisor. Olsen Palmer is ranked as a top 10 investment banking firm based on the number of whole-bank M&A transactions announced in the U.S. in 2015, according to *SNL Financial*.

## Branch Footprint



## Operating and Financial Summary



<b>Location</b>	Clarksville, TN
<b>Year Established</b>	1906
<b>CEO</b>	Sammy Stuard Jr.
<b>Branches</b>	17
<b>FTE</b>	140
<b>Assets (\$mm)</b>	\$857.0
<b>Deposits (\$mm)</b>	\$712.5
<b>Loans (\$mm)</b>	\$696.8
<b>Net Income (\$mm, LTM)</b>	\$5.65
<b>ROAA (LTM)</b>	0.68%
<b>NIM (LTM)</b>	3.71%
<b>Efficiency Ratio (LTM)</b>	81.26%
<b>NPA's / Assets</b>	2.66%

Data as of Q1 2015; Source: SNL Financial



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Olsen Palmer LLC is an independent investment banking firm that advises community banks across the full spectrum of Mergers & Acquisitions. Our firm applies a community banking model to investment banking: we are nimble, high-touch, and conflict-free.

We specialize in buy-side advisory, sell-side advisory, valuations, fairness opinions, branch transactions, and Board-level assessments of strategic options.

For more information, please visit our website: [www.OlsenPalmer.com](http://www.OlsenPalmer.com).

*Olsen Palmer is ranked as a top 10 bank M&A advisor in the U.S. based on the number of whole-bank M&A transactions announced in the U.S. in 2015, according to SNL Financial.*