

F&M BANK CORP
Form 10-Q
November 14, 2017

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, 2017.

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 54-1280811
(State or Other Jurisdiction of Incorporation or Organization) (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, a smaller reporting company or an emerging growth company. See definition of "large accelerated filer", "accelerated filer", "smaller reporting company" and "an emerging growth 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
Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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

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 10, 2017
Common Stock, par value - \$5	3,269,052 shares

F & M BANK CORP.

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Part I Financial Information
Item 1 Financial Statements

F & M BANK CORP.
Consolidated Balance Sheets
(dollars in thousands, except share and per share data)

	September 30,	December 31,
	2017	2016*
	(Unaudited)	
Assets		
Cash and due from banks	\$8,801	\$7,755
Money market funds	945	674
Federal funds sold	-	7,926
Cash and cash equivalents	9,746	16,355
Securities:		
Held to maturity – fair value of \$125 in 2017 and 2016	125	125
Available for sale	22,682	24,783
Other investments	13,600	14,567
Loans held for sale	58,177	62,735
Loans held for investment	619,960	591,636
Less: allowance for loan losses	(6,942)	(7,543)
Net loans held for investment	613,018	584,093
Other real estate owned	2,148	2,076
Bank premises and equipment, net	12,716	10,340
Interest receivable	1,845	1,785
Goodwill	3,113	2,670
Bank owned life insurance	13,841	13,513
Other assets	12,674	11,847
Total assets	\$763,685	\$744,889
Liabilities		
Deposits:		
Noninterest bearing	\$156,922	\$146,617
Interest bearing	405,458	390,468
Total deposits	562,380	537,085
Short-term debt	42,128	40,000
Accrued liabilities	17,181	16,885
Long-term debt	50,840	64,237
Total liabilities	672,529	658,207

Stockholders' Equity

Preferred Stock \$5 par value, 400,000 shares authorized, 324,150 and 327,350

Issued and outstanding for September 30, 2017 and December 31, 2016,
respectively

7,529 7,609

Common stock, \$5 par value, 6,000,000 shares authorized,

3,268,956 and 3,270,315 shares issued and outstanding

for September 30, 2017 and December 31, 2016, respectively

16,345 16,352

Additional paid in capital – common stock

10,621 10,684

Retained earnings

59,233 54,509

Noncontrolling interest in consolidated subsidiaries

594 693

Accumulated other comprehensive loss

(3,166) (3,165)

Total stockholders' equity

91,156 86,682

Total liabilities and stockholders' equity

\$763,685 \$744,889

*2016 Derived from audited consolidated financial statements.

See notes to unaudited consolidated financial statements.

F & M BANK CORP.
Consolidated Statements of Income
(dollars in thousands)
(Unaudited)

Three
Months
Ended