



# Annual Report of Bank Holding Companies—FR Y-6

## Report at the close of business as of the end of fiscal year

This Report is required by law: Section 5(c)(1)(A) of the Bank Holding Company Act (12 U.S.C. § 1844 (c)(1)(A)); Section 8(a) of the International Banking Act (12 U.S.C. § 3106(a)); Sections 11 (a)(1), 25 and 25A of the Federal Reserve Act (12 U.S.C. §§ 248(a)(1), 602, and 611a); Section 211.13(c) of Regulation K (12 C.F.R. § 211.13(c)); and Section 225.5(b) of Regulation Y (12 C.F.R. § 225.5(b)). Return to the appropriate Federal Reserve Bank the original and the number of copies specified.

This report form is to be filed by all top-tier bank holding companies organized under U.S. law, and by any foreign banking organization that does not meet the requirements of and is not treated as a qualifying foreign banking organization under section 211.23 of Regulation K (12 C.F.R. § 211.23). The Federal Reserve may not conduct or sponsor, and an organization (or a person) is not required to respond to, an information collection unless it displays a currently valid OMB control number.

NOTE: The *Annual Report of Bank Holding Companies* must be signed by one director of the top-tier bank holding company. This individual should also be a senior official of the top-tier bank holding company. In the event that the top-tier bank holding company does not have an individual who is a senior official and is also a director, the chairman of the board must sign the report.

Date of Report (top-tier bank holding company's fiscal year-end):

**December 31, 2011**

Month / Day / Year

I, John H. Muse

Reporter's Name, Street, and Mailing Address

Farmers State Bancshares, Inc.

Legal Title of Bank Holding Company

100 Main Street, P. O. Box 9

(Mailing Address of the Bank Holding Company) Street / P.O. Box

Mountain City

TN

37683

City

State

Zip Code

Physical location (if different from mailing address)

Person to whom questions about this report should be directed:

Thomas G. Neaves

Senior Vice President

Name

Title

423 727-8121

Area Code / Phone Number / Extension

423727-8134

Area Code / FAX Number

tgneaves@fsbankmctn.com

E-mail Address

www.fsbankmctn.com

Address (URL) for the Bank Holding Company's web page

attest that the *Annual Report of Bank Holding Companies* (including the supporting attachments) for this report date have been prepared in conformance with the instructions issued by the Federal Reserve System and are true and correct to the best of my knowledge and belief.

With respect to information regarding individuals contained in this report, the Reporter certifies that it has the authority to provide this information to the Federal Reserve. The Reporter also certifies that it has the authority, on behalf of each individual, to consent or object to public release of information regarding that individual. The Federal Reserve may assume, in the absence of a request for confidential treatment submitted in accordance with the Board's "Rules Regarding Availability of Information," 12 C.F.R. Part 261, that the Reporter and individual consent to public release of all details in the report concerning that individual.

[Signature]  
Signature of Bank Holding Company Director and Official

03/26/2012  
Date of Signature

For bank holding companies not registered with the SEC—

Indicate status of Annual Report to Shareholders:

- is included with the FR Y-6 report
- will be sent under separate cover
- is not prepared

For Federal Reserve Bank Use Only

RSSD ID 1997862  
C.I. \_\_\_\_\_

Does the reporter request confidential treatment for any portion of this submission?

Yes Please identify the report items to which this request applies:

In accordance with the instructions on pages GEN-2 and 3, a letter justifying the request is being provided.

The information for which confidential treatment is sought is being submitted separately labeled "Confidential."

No

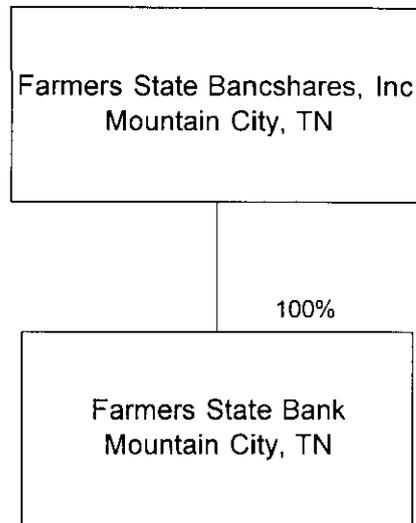
**Farmers State Bancshares, Inc.**  
**FRY - 6**  
**Annual Report for Year Ending**  
**December 31, 2011**

- Item 1(a):** No requirement to file with the Securities Exchange Commission (SEC).
- Item 1(b)** Annual Report to Shareholders (2 copies will be mailed whenever received from the publisher.
- Item 2:** No Change.
- Item 3:** Organizational Chart for Farmers State Bancshares, Inc. (See Attached).
- Item 4(b):** Percentage of each class of voting securities owned, controlled, or held with the power to vote in (b) direct and indirect subsidiaries of the Bank Holding Company; (See Chart of Officers & Directors).
1. Mr. John Howard Muse owns outright a total of 3,066 shares or 7.80% of the Bank Holding Company Stock.
- List of Shareholders owning 5% or more of the Bank Holding Company Shares.
2. Mr. John Howard Muse owns outright a total of 3,066 shares or 7.80% of the Bank Holding Company shares.
  - 3.2 No other Shareholders owned 5% or more during said year.

# Farmers State Bancshares, Inc.

## Farmers State Bank

Fiscal Year Ending December 31, 2011



FARMERS STATE BANCSHARES, INC

EXHIBIT "C"

DIRECTORS AND OFFICERS

December 31, 2011

<u>Name and Address</u>	<u>Principal Occupation</u>	<u>Farmers State Bancshares, Inc</u>	<u>Position With Farmers State Bank</u>	<u>Other Business</u>	<u>Number of Shares and Percentage of Voting Securities Owned Or Controlled</u>			
					<u>Other Business if More</u>			
					<u>Farmers State Bancshares, Inc than 25 Percent Held</u>			
					<u>Shares</u>	<u>Percent</u>	<u>Shares</u>	<u>Percent</u>
✓ Dr. Sam B. Adams, Jr. Mountain City TN 37683	Pharmacist	Director	Vice Chairman of the Board and Director	Mountain City Pharmacy/ Pharmacist	900	1.70%	None	None
✓ William P. McGuire Mountain City TN 37683	Retired	Director	Director	Cunningham & McGuire/ Partner	150	0.28%	None	50.00%
✓ John Howard Muse Mountain City TN 37683	Banking	Director/Chairman & President	President & CEO/Director and Chairman of the Board	None	3,066	7.80%	None	None
✓ James W Vincill Mountain City TN 37683	Retired	Director	Director	None	175	0.33%	None	None
✓ Dayton Ray Payne Mountain City TN 37683	Businessman	Director	Director	None	1,000	1.89%	None	None
✓ Dorothy Shupe Mountain City TN 37683	Banking	Director/Secretary to Board of Directors	Director & Senior Vice President	None	800	1.52%	None	None
✓ Daniel Cullop Mountain City TN	Funeral Home Owner	Director	Director	Owner of Mountain City Funeral Home	50	.095%	None	100.00%
✓ David D. Arnold Mountain City, TN 37683	Banking	N/A	Senior Vice President	None	123	.233%	None	None

Farmers State Bancshares, Inc.  
Shareholders Owning 5.00% or more of BHC Shares  
December 31, 2011

<u>Name and Address</u>	<u>Country of Citizenship</u>	<u>Shares of BHC Owned</u>	
		<u>Number / Percentage</u>	
/ John Howard Muse [REDACTED] Mountain City, TN. 37683	U. S. A.	3,066	7.80%

Board of Governors of the Federal Reserve System  
FR Y-6 Depository Institution Branch Data Verification



### Branches for Selected Institution

[Back to Search Results](#)

A list of branches for your depository institution: FARMERS STATE BANK (ID\_RSSD: 105530).  
This depository institution is held by FARMERS STATE BANCSHARES, INC. (1997862) of MOUNTAIN CITY, TN.  
The data are as of 12/31/2011.

Save a copy of this list by clicking the download button below. **When asked if you would like to open or save this file, choose the 'Save' button.** Make corrections to your saved copy and then send it to your FRB contact. See the detailed instructions (linked above) for more information.

[Download List to Excel](#)

Institutions: 1 to 3 of 3

Branch Service Type	Branch ID_RSSD*	Popular Name	Street Address	City	State	Zip Code	County	Country	FDIC UNINUM*	Office Number*	Head Office	Head Office ID_RSSD*
Full Service (Head Office)	105530	FARMERS STATE BANK	100 MAIN STREET	MOUNTAIN CITY	TN	37683	JOHNSON	UNITED STATES	8613	0	FARMERS STATE BANK	105530
Full Service	298638	BUTLER BRANCH	130 MAIN STREET	BUTLER	TN	37640	JOHNSON	UNITED STATES	230172	2	FARMERS STATE BANK	105530
Full Service	297033	HIGHWAY 421 BRANCH	889 SOUTH SHADY STREET	MOUNTAIN CITY	TN	37683	JOHNSON	UNITED STATES	230171	1	FARMERS STATE BANK	105530

\*FDIC UNINUM, Office Number, and ID\_RSSD columns are for reference only. Verification of these values is not required.