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Board of Governors of the Federal Reserve System



Annual Report of Bank Holding Companies—FR Y-6

2111432

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, Ralph R Banks III
Name of the Bank Holding Company Director and Official
President
Title of the Bank Holding Company Director and Official

Reporter's Name, Street, and Mailing Address
Merchants & Farmers Bancshares, Inc.
Legal Title of Bank Holding Company
P O Box 568
(Mailing Address of the Bank Holding Company) Street / P.O. Box
Eutaw, AL 35462
City State Zip Code
302 Prairie Ave, Eutaw, AL 35462
Physical location (if different from mailing address)

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.

Person to whom questions about this report should be directed:
Ralph R Banks III President
Name Title
205-374-1105
Area Code / Phone Number / Extension
205-372-3484
Area Code / FAX Number
rbanks@e-mfb.com
E-mail Address
Address (URL) for the Bank Holding Company's web page

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
March 23, 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 _____
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:
Item 3 & 4
 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

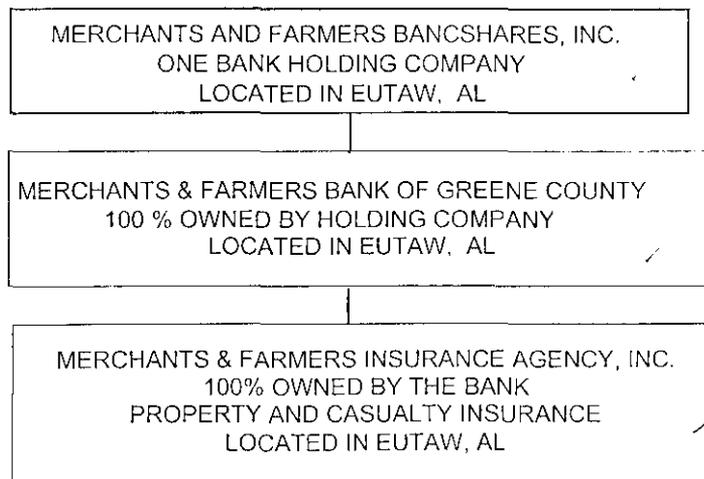
FORM FRY-6

**Merchants and Farmers Bancshares, Inc.
Eutaw, AL 35462
Fiscal Year Ending December 31, 2011**

- 1: a. Merchants and Farmers Bancshares is not required to prepare from 10K with the SEC.
- 1: b. Merchants and Farmers Bancshares does prepare an annual report for its shareholders. Enclosed are two copies of the annual report.

- 2: a. Organizational Chart

MERCHANTS AND FARMERS BANCSHARES, INC. SUBSIDIARIES



- 2 b. Merchants and Farmers Bank Main Branch
Open: March 1901
302 Prairie Ave
Eutaw, Al 35462
Greene County, USA
Full Service