

**FIRST FARMERS AND MERCHANTS CORPORATION
816 SOUTH GARDEN STREET
COLUMBIA, TENNESSEE 38401
(931) 388-3145**

March 5, 2021

Dear Shareholder:

You are cordially invited to attend the Annual Meeting of Shareholders of First Farmers and Merchants Corporation (“First Farmers” or the “Company”) on April 20, 2021 beginning at 11:00 a.m., Central Time, to be held as a virtual meeting accessible by webcast. As a result of the continuing coronavirus pandemic and the recommendations and orders of federal, Tennessee and local authorities, as well as to support the health and well-being of our team members and shareholders, shareholders will not be able to attend the Annual Meeting in-person.

At the Annual Meeting of Shareholders, you will be asked to consider and vote on (i) the election of 11 individuals to serve as directors of the Company until the Annual Meeting of Shareholders in 2022 or until their successors are qualified and elected, and (ii) the ratification of our independent registered public accounting firm for the Company for the fiscal year ending December 31, 2021.

The Board of Directors of First Farmers believes that the election of the nominees as directors is in the best interests of First Farmers and its shareholders and unanimously recommends that you vote “FOR” approval of the election of each of the nominees for director. Directors are elected by a plurality of the votes cast by the shareholders of First Farmers entitled to vote at the Annual Meeting of Shareholders. The Board of Directors of First Farmers believes that the ratification of our independent registered public accounting firm is in the best interests of First Farmers and its shareholders and unanimously recommends that you vote “FOR” ratification of our independent registered public accounting firm. Whether or not you plan to attend the Annual Meeting of Shareholders by webcast, please vote your shares on the internet, over the phone or complete and return the enclosed proxy card. If you sign, date and return your proxy card without indicating how you want to vote, your proxy will be counted as a vote “FOR” approval of the election of the nominees as directors and “FOR” ratification of our independent registered public accounting firm.

The enclosed Proxy Statement gives you detailed information about the Annual Meeting of Shareholders, the election of the nominees as directors, ratification of the registered public accounting firm and related matters. You are urged to carefully read the enclosed Proxy Statement.

Sincerely,



T. Randy Stevens
Chairman and Chief Executive Officer

FIRST FARMERS AND MERCHANTS CORPORATION
816 South Garden Street, Columbia, Tennessee 38401

NOTICE OF ANNUAL MEETING OF SHAREHOLDERS

To Be Held on April 20, 2021

To the Shareholders of First Farmers and Merchants Corporation:

NOTICE IS HEREBY GIVEN that the Annual Meeting of Shareholders of First Farmers and Merchants Corporation ("First Farmers" or the "Company") will be held by webcast on April 20, 2021 at 11:00 a.m., Central Time, for the following purposes:

1. Election of Directors: Election of the following 11 nominees as directors of the Company:

Jeffrey L. Aiken
Jonathan M. Edwards
Thomas Napier Gordon
E. Marlee Mitchell

Jeffrey L. Pannell
Richard C. Perko
Timothy E. Pettus
T. Randy Stevens

H. Alan Watson
Brian K. Williams
Gina B. Wolfe

2. Ratification of the appointment of Dixon Hughes Goodman LLP as independent registered public accounting firm for the Company for the fiscal year ending December 31, 2021; and
3. To transact such other business as may properly come before the Annual Meeting or any adjournments or postponements thereof.

A list of all shareholders entitled to vote is available for inspection by a shareholder during regular business hours beginning two business days after notice of the Annual Meeting of Shareholders is first given, at the principal offices of First Farmers at 816 South Garden Street, Columbia, Tennessee 38401. This list will also be available at the Company's principal offices during the webcast meeting.

To be admitted remotely to the Annual Meeting please visit <http://www.virtualshareholdermeeting.com/FFMH2021>, where you will be required to enter the control number found on your proxy card. You may vote during the Annual Meeting by following the instructions available on the meeting website during the meeting. The Proxy Statement and the Company's 2020 Annual Report to Shareholders are available on our Investor Relations website at <http://ir.myfirstfarmers.com/2021-Annual-Meeting>.

Your vote is very important. Whether or not you plan to attend the Annual Meeting of Shareholders by webcast, you are urged to vote and submit your proxy by the Internet, telephone or mail in order to ensure the presence of a quorum at the Annual Meeting of Shareholders. If you attend the meeting by webcast, you will have the right to revoke your proxy and vote your shares by attending the webcast.

Shareholders of record may vote:

1. **By Internet: go to www.proxyvote.com;**
2. **By telephone: call 1-800-690-6903 (toll-free); or**
3. **By mail: complete the enclosed proxy card and return it in the postage prepaid envelope provided.**

Shareholders of record at the close of business on March 1, 2021 are entitled to notice of and to vote at the meeting.

By order of the Board of Directors,



Stephanie G. Harlan
Corporate Secretary

March 5, 2021

FIRST FARMERS AND MERCHANTS CORPORATION
816 South Garden Street
Columbia, Tennessee 38401

PROXY STATEMENT
ANNUAL MEETING OF SHAREHOLDERS

To Be Held on April 20, 2021

The accompanying proxy is solicited by and on behalf of the Board of Directors of First Farmers and Merchants Corporation (“First Farmers” or the “Company”) for use at the Annual Meeting of Shareholders to be held by webcast on April 20, 2021, at 11:00 a.m., Central Time, and any adjournment thereof (the “Annual Meeting”). Instructions on how to access the webcast of the Annual Meeting are set forth in the accompanying Notice of Annual Meeting of Shareholders. All expenses incurred in preparing, printing and mailing the proxy materials used in the solicitation of proxies will be borne by the Company. In addition to the use of the mail, proxies may be solicited in person or by telephone by directors, officers and other personnel of the Company or its subsidiary, First Farmers and Merchants Bank (the “Bank”), none of whom will receive additional compensation for such services. The Company will also request brokers, banks and other agents to forward soliciting materials to the beneficial owners of the Company’s common stock held of record by them and will pay the reasonable expenses of such persons for forwarding such material. The proxy materials are also available on the Bank’s website at www.myfirstfarmers.com under “Investor Relations – Financials – Proxy Statements.”

PURPOSES OF THE MEETING

The Annual Meeting will be held for the purposes of (i) electing directors, (ii) ratifying the independent registered public accounting firm, and (iii) transacting such other business as may properly come before the meeting or any adjournments or postponements thereof. As of December 31, 2020, the directors and executive officers of First Farmers (12 persons) were entitled to vote 252,732 shares, or 5.8% of the outstanding shares of First Farmers common stock entitled to vote at the Annual Meeting of Shareholders. These shares are expected to be voted “FOR” the election of all nominees for directors and “FOR” the ratification of the independent registered public accounting firm.

QUORUM AND VOTING

At the close of business on March 1, 2021, the Company had 4,359,138 shares of common stock issued and outstanding. Only holders of record of common stock at the close of business on March 1, 2021 are entitled to notice of and to vote on matters that properly come before the Annual Meeting or any adjournment thereof. A shareholder is entitled to one vote at the Annual Meeting for each share of common stock held of record in his or her name, voted in person or by proxy.

The presence in person by webcast or by proxy of the holders of a majority of the outstanding shares of common stock entitled to vote at the Annual Meeting is necessary to constitute a quorum at the Annual Meeting or any adjournment thereof. If a quorum is present, directors are elected by a plurality of the votes cast by the holders of shares of our common stock represented at the Annual Meeting (Proposal 1), and the selection of our independent registered public accounting firm will be ratified if the votes cast “FOR” ratification exceed the votes cast “AGAINST” ratification (Proposal 2).

If a quorum is not present at the time of the Annual Meeting, the Chairman of the meeting has the power to adjourn the Annual Meeting until a quorum is present or represented by proxy.

Shares represented by properly submitted proxies that reflect “broker non-votes” will be treated as shares that are present and entitled to vote for purpose of determining the presence of a quorum. Broker non-votes are shares held of record by brokers, banks or other agents as record holders as to which voting instructions have not been received by the record holder of the shares from the beneficial owners of the shares with respect to any proposal that is a “non-routine” matter. Proposal 1 is a “non-routine” matter and, therefore, broker non-votes will not count either as a vote “FOR” or a vote to “WITHHOLD” for purposes of the election of directors under Proposal 1 but will count towards a quorum. Proposal 2 relates to a “routine” matter and, therefore, broker non-votes can be counted as either “FOR” or “AGAINST” for purposes of ratification of the independent registered public accounting firm under Proposal 2.

If the enclosed proxy is properly executed, returned and not revoked, it will be voted in accordance with the instructions, if any, given by the shareholder. Unless shares are held by a broker, bank or other agent, if a proxy is executed and returned but no specification is made, the proxy will be voted “FOR” the election of all nominees as directors of the Company and “FOR” the ratification of the independent registered public accounting firm. If any other business is properly presented at the meeting, the proxy holders will vote your proxy in accordance with their discretion.

Any shareholder has the power to revoke his or her proxy at any time, prior to the vote being taken at the Annual Meeting, by written notice or subsequently dated proxy received by the Company, or by revocation by the shareholder in person by webcast at the Annual Meeting or any adjournment thereof.

This Proxy Statement is dated March 5, 2021 and is first being mailed to First Farmers shareholders on or about March 8, 2021.

PROPOSAL 1: ELECTION OF DIRECTORS

The Board of Directors has nominated the 11 individuals named below for election as directors to serve until the Annual Meeting of Shareholders in 2022 or until their successors are qualified and elected. Article III, Section 2 of the Company's Fourth Amended and Restated Bylaws (the "Bylaws") provides that there shall be no fewer than five directors. The Board of Directors believes it is in the best interest of the Company that there be 11 directors of the Company following the Annual Meeting. Proxies cannot be voted for a greater number of persons than the nominees named.

Directors are elected by a plurality of the votes cast by the shares of our common stock entitled to vote at the Annual Meeting, if a quorum is present. The Company's charter does not provide for cumulative voting and, accordingly, shareholders do not have cumulative voting rights with respect to the election of directors. Consequently, each shareholder of record may only cast one vote per share of our common stock for each nominee.

Unless shares are held by a broker, bank or other agent, if a proxy is executed and returned but no specification is made, the proxy will be voted "FOR" the nominees listed below. Should any nominee become unavailable for election, shares covered by a proxy will be voted for a substitute nominee selected by the current Board of Directors.

All of the 11 nominees, except for Ms. Mitchell, are currently serving as directors, and each of the 10 incumbents has served as a director since the 2020 Annual Meeting of Shareholders. Directors are chosen based on their business skills, knowledge, experience, leadership skills and understanding of the Bank's business. Mr. Dalton M. Mounger, who is presently a member of the Board of Directors, has reached the mandatory retirement age, for directors and therefore, is not standing for re-election.

Nominees Standing for Election

The following information sets forth the name, age, length of service and a summary of specific experiences, qualifications, attributes or skills for each of the nominees for election as directors. No nominee holds a directorship with any other public company or registered investment company.

Jeffrey L. Aiken, age 57, has served as a director of the Company and the Bank since 2017, and is the eighth President of the Tennessee Farm Bureau Federation, the nation's largest state Farm Bureau, and a full-time farmer. Mr. Aiken has served as Vice-President of Farm Bureau and as a director-at-large on the State Board of Directors. He has headed up numerous committees at the state level, as well as being Washington County's President for many years. He has served as Chair of state Young Farmers and Ranchers Organization and was the 1992 Tennessee Young Farmer of the Year. He serves on the boards of the Tennessee FFA Foundation, the American Farm Bureau Federation, Maury Alliance, Second Harvest, and Tennessee Chamber of Commerce and Industry. Mr. Aiken was nominated to be a member of the Board of Directors because of his executive leadership skills, understanding of corporate governance, and knowledge of agribusiness.

Jonathan M. Edwards, age 60, has served as a director of the Company and the Bank since 2010. Mr. Edwards has served as President and Chief Executive Officer of the Edwards Group of Companies, including Edwards Oil Company of Lawrenceburg, Inc., Edwards Oil Company, Inc., South Tennessee Oil Company, Inc., Edwards Land Company L. P. and Edwards Real Estate, LLC since 1988. He is a Tennessee native and holds a bachelor's degree from the University of North Alabama. Mr. Edwards' other affiliations include the following: Shell National and Regional Wholesale Councils (2013-present), past President and three-term board member of the Tennessee Fuel and Convenience Association; Chair of the Lawrence County Joint Economic and Community Development Board (2012-2013); Chair of the Tennessee State Petroleum Underground Storage Tank Board (2011-2012); and member of the Tennessee State Petroleum Underground Storage Tank Board (1996-2004); Chair of the Lawrence County Chamber of Commerce (2006-2007); Columbia State Community College Foundation Board (2004-2007); First Farmers and Merchants Bank Advisory Board (2002 to 2010); Lawrence County Joint Economic and Community Development Board (1999 to 2014); Texaco Orlando Regional Wholesale Council (1997-1999); Director of Alabama Oilmen's Association/Alabama Association of Convenience Stores (1996-1999); Bank of America Advisory Board (1993-2002); and Tennessee Grocers Association Director (1990-1993). Mr. Edwards was nominated to be a member of the Board of Directors because of his business management and leadership skills.

Thomas Napier Gordon, age 69, has served as a director of both the Company and the Bank since 1986. Mr. Gordon is actively involved in real estate investments. His civic and community endeavors have included Business and Industry Chairman of the March of Dimes Annual Drive, Director of King's Daughters' School, Trustee of Zion Christian Academy and deacon at Zion Presbyterian Church and Trustee of Lawrence Cemetery Association. Mr. Gordon received his Bachelor of Arts degree in 1973 and his Doctorate of Jurisprudence degree in 1976, both from Vanderbilt University. He has practiced law in Columbia, Tennessee since that time. Mr. Gordon was nominated to be a member of the Board of Directors because of his experience as an attorney and businessman and his extensive experience as a director of the Company.

E. Marlee Mitchell, age 62, is a Partner at Waller Lansden Dortch & Davis, LLP where she has practiced law for over 30 years. At Waller, she has served in the roles of Board member, Compensation Committee member, Chair of the Securities Working Group, Corporate Practice Group Leader, Hiring Committee Chair and Ombudsperson. Ms. Mitchell's current professional affiliations include: the American Bar Association's Committees on Federal Regulation of Securities and State Regulation of Securities; the Tennessee Bar Association's Corporation and Business Law Section; and the Securities and Exchange Commission Historical Society. Previously, Ms. Mitchell served as ABA Liaison to the North American Securities Administrators Association Corporate Finance Section; Tennessee Liaison to the State Regulation of Securities Committee; and adjunct Professor at the University of Tennessee College of Law. Ms. Mitchell is involved in numerous community and civic activities including: Chair of the Tennessee State Parks Conservancy Board of Directors; Chair of the Pet Community Center Board of Directors; and member of the YWCA Domestic Violence Shelter Pet Kennel Committee. Ms. Mitchell previously served as Board Chair and Executive Committee member of Historic Rugby and Board Secretary and Executive Committee member of the Girl Scouts of Middle Tennessee. She was inducted as a Nashville Bar Foundation Fellow in 2016, nominated for the Nashville Cable ATHENA award in 2017, and graduated from the Leadership Nashville Class of 2018. Ms. Mitchell holds a bachelor's degree in history from Rhodes College and a Juris Doctorate degree from the University of Tennessee College of Law. Ms. Mitchell was nominated to be a member of the Board of Directors because of her extensive experience in corporate law, her knowledge of the financial services industry and her expertise in corporate governance.

Jeffrey L. Pannell, age 56, is the Chief Executive Officer of Tennessee Farmers Insurance Companies. He joined Tennessee Farmers Insurance Companies in 1986 and has served in the roles of Chief Marketing Officer, Regional Manager, Agency Manager and Agent. His past affiliations include past President of the YMCA of Milan, Tennessee, past President of Erin Rotary Club, member of the American Agricultural Insurance Company Advisory Board, and member of the Board of Directors of FBAlliance Insurance Company. Mr. Pannell is a Mississippi native and holds a bachelor's degree in agricultural economics from Mississippi State University. Mr. Pannell holds the designations of Life Underwriter Training Council Fellow and Chartered Life Underwriter. Mr. Pannell was nominated to the Board of Directors because of his depth of experience in the financial services industry, his business management skills, and his strategic planning and development acumen.

Richard C. Perko, age 48, has served as a director of the Company and the Bank since 2019, and is the President and Chief Executive Officer of the Lee Company and has served in this role since 2016. He joined Lee Company in 1996 and has served in the roles of Project Engineer, Project Manager, Vice President of Construction, and Executive Vice President. Mr. Perko also serves on the Lee Company Board of Directors. His past affiliations include past President of Plumbing, Heating, Cooling Contractors (PHCC) of Middle Tennessee, the Board of Associated Builders & Contractors, the Executive Committee for the American Heart Association Heart Walk and the Board of Justice & Mercy International. He was the recipient of Nashville Business Journal's 40 Under 40 Award in 2010, Nashville Chamber of Commerce's Emerging Leader Award in 2011 and Nashville Business Journal's Most Admired CEOs in 2017. Mr. Perko is a Tennessee native and holds a bachelor's degree in mechanical engineering from the University of Memphis, an Executive M.B.A. from Auburn University, and is a registered Professional Engineer. Mr. Perko was nominated to the Board of Directors because of his business leadership skills, his understanding of corporate strategy, and his knowledge of the construction and building trades industries.

Timothy E. Pettus, age 69, was named Vice Chairman of the Company and the Bank on January 1, 2016. Mr. Pettus has been an officer of the Bank since July 2002. He served as the Vice Chairman of the Bank from April 2005 until his appointment as President of the Company and the Bank in January 2007. Mr. Pettus served as Regional President, Southern Region of the Bank, from July 2002 until becoming Vice Chairman of the Bank. From 1998 until July 2002, he was the Senior Banking Executive with Bank of America in Lawrence County, Tennessee. He was first elected as a director of the Company and the Bank in January 2008. Mr. Pettus was nominated to be a member of the Board of Directors because of his 47 years of experience in banking and his leadership skills and knowledge from serving as President of the Bank.

T. Randy Stevens, age 69, is Chairman of the Board of Directors and Chief Executive Officer of the Company and the Bank. He has been employed by the Bank since 1973 and was promoted to Commercial Bank Officer in 1974. He was appointed Assistant Vice President in 1976 and promoted to Vice President in 1979. Mr. Stevens was appointed Vice President and Trust Officer of the Bank in 1982 and promoted to First Vice President in 1984. He was promoted to Executive Vice President and Chief Administrative Officer of the Bank in 1990. Mr. Stevens was elected as a director of the Bank and the Company in 1991 and appointed Vice President of the Company in 1991. He was appointed President and Chief Operating Officer of the Bank, effective December 31, 1995, and President and Chief Operating Officer of the Company in April 1996. He was appointed Chief Executive Officer of the Bank and the Company in June 2002. He has been Chairman of the Board of Directors of the Company and the Bank since April 2005. Mr. Stevens was nominated to be a member of the Board of Directors because of his 47 years of experience in banking, his position as Chief Executive Officer of the Company and the Bank and his leadership experience as a long-time director of the Bank, the Company and other organizations.

H. Alan Watson, age 56, has served as a director of the Company and the Bank since 2017, and has served as the Chief Executive Officer of Maury Regional Health since 2012. Mr. Watson served as the Chief Operating Officer of Maury Regional Health from 2010 to 2012. Prior to coming to Columbia, Mr. Watson served as the Chief Executive Officer of Baptist Hospital West and St. Mary's Medical Center of Campbell County and St. Mary's Medical Center of Scott County in the Knoxville area,

and Chief Executive Officer of Bradley Memorial Hospital in Cleveland. Mr. Watson is a Tennessee native and holds a master's degree from Hofstra University in Health Law and Policy, a master's degree in Community Health Administration from California College for Health Sciences, and a bachelor's degree in Nuclear Medicine Technology from the University of Alabama at Birmingham. His affiliations include: Fellow of American College of Healthcare Executives, Tennessee Hospital Association, Hospital Alliance of Tennessee, Tennessee Center of Performance Excellence, and Columbia State Community College Foundation. He serves on the Board of Directors and Past Chair of Maury County Chamber & Economic Alliance and as a member of the Kiwanis Club. Mr. Watson was nominated to be a member of the Board of Directors because of his executive leadership experience, strong business acumen and understanding of corporate governance.

Brian K. Williams, age 50, was named President of the Company and the Bank on January 1, 2016. He has been employed by the Bank since 1993 and previously served as Executive Vice President of the Bank from 2013 through 2015. During his tenure, he has held numerous leadership roles including Chief Financial Officer and Treasurer of the Bank and Company in 2015; Senior Executive of Commercial Banking from 2008 through 2013; Chief Credit Officer from 2004 through 2008; Vice President/Assistant Credit Officer from 2002 until 2004 and Trust Officer from 1994 through 2002. His affiliations include Financial PSI Board of Directors and the Maury Alliance Economic Development Council. He also serves on the Board of Directors for Kids on Stage. Mr. Williams was nominated to be a member of the Board of Directors because of his 27 years of experience in banking, his position as President of the Bank and the Company and his business, leadership and management skills as developed through his oversight of numerous areas of the Bank's operations over more than two decades.

Gina B. Wolfe, age 55, is co-owner with her husband, Tony Wolfe, of Wolfe Enterprises. Wolfe Enterprises is a McDonald's Franchisee operating six restaurants in Columbia, Spring Hill and Mt. Pleasant markets. Ms. Wolfe has served in the role of restaurant manager and has been a franchise owner/operator since 1991. Mrs. Wolfe and her organization have been the recipient of numerous awards from McDonald's Corporation including: Sales Increase and Guest Count Award; Outstanding Operations Award; Outstanding Service Award; The Leading Edge Award; The People Award; The Streetfighter Award; M Values; and, the Top Comp Sales Award. Mrs. Wolfe and her organization have also twice been the recipient of The Ronald Award, which is the most prestigious award given by McDonald's Corporation. Additionally, Mr. and Mrs. Wolfe have personally received the following awards: A.F. Bridges Sportsman Award: 2003-2004 Contributor from the TSSAA; the 2007 Lucille Queener Courtney Award for Community Service; the Maury County Public Schools 2018 Shining Star Award; the Civitan International 2019 Citizens of the Year Award; and, the 2019 Youth Educational Foundation Award. Mrs. Wolfe currently serves as President of the Greater Tennessee Valley Operators Association (GTVOA) Cooperative, as member of the West Zone Committee or "Rally in the West", and as a member of the Board of Directors of McDonald's President's Council, The King's Daughters' School, and The Youth Educational Foundation. Her past board affiliations include: Columbia Academy's President's Council, March of Dimes, Court Appointed Special Advocates (CASA) and Columbia State Community College Foundation. Mrs. Wolfe is a second generation McDonald's franchise owner/operator who attended McDonald's Corporation's Hamburger University in Chicago, Illinois and holds a bachelor's degree in business from Middle Tennessee State University. Mrs. Wolfe was nominated to the Board of Directors because of her business management experience, understanding of consumer trends, and her extensive community presence.

Required Vote

If a quorum is present, the election of directors requires a plurality of the votes cast in person by webcast or by proxy by the shares of our common stock entitled to vote at the Annual Meeting.

THE BOARD OF DIRECTORS UNANIMOUSLY RECOMMENDS THAT THE SHAREHOLDERS VOTE "FOR" EACH OF THE NOMINEES.

INFORMATION ABOUT FIRST FARMERS AND ITS AFFILIATES

Directors and Executive Officers of First Farmers

Directors

Information about the Directors of First Farmers is provided in the previous section entitled "PROPOSAL 1: ELECTION OF DIRECTORS."

Executive Officers

The biographical information of the executive officers of the Company and the Bank, as of March 5, 2021, is presented below. None of these executive officers has a family relationship with any officer or employee of the Company or the Bank. The biographies of Messrs. Pettus, Stevens and Williams are provided in the previous section entitled "PROPOSAL 1: ELECTION OF DIRECTORS."

Robert E. Krimmel, age 39, is Chief Financial Officer and Treasurer of the Company and the Bank and has served in these roles since 2015. Mr. Krimmel previously served as the Chief Accounting Officer of HeritageBank of the South from 2011 to 2015. Prior to joining HeritageBank of the South, he served as Controller for GreenBank and also held other various finance and accounting positions with the bank from 2004 to 2011. Mr. Krimmel serves as Treasurer for Cub Scout Pack 369 and is a member of the Federal Reserve Bank of Atlanta Decision Maker Panel. Mr. Krimmel is the past Vice Chairman and Treasurer for the volunteer board of Habitat for Humanity Williamson-Maury and remains an active supporter in the community. Mr. Krimmel holds Masters of Accountancy and Bachelors of Business Administration degrees from East Tennessee State University. Mr. Krimmel is a certified public accountant and a member of the American Institute of Certified Public Accountants.

Market for Common Stock, Stock Valuation and Dividends

First Farmers common stock is not listed on any public securities exchange but is traded occasionally on the OTC Pink Open Market under the ticker symbol “FFMH.” First Farmers had a total of 4,359,138 shares outstanding at March 1, 2021. As of March 1, 2021, there were 1,003 shareholders of record.

The Company retained an independent third party to perform a stock valuation as of December 31, 2020. The Company accepted the fair market value of the outstanding common stock of First Farmers of \$42.50 per share which was determined using industry accepted appraisal methodology. The Company intends to use this stock valuation to assist in establishing the fair market value of First Farmers’ common stock for the purpose of its stock repurchase program.

Holders of First Farmers common stock are entitled to receive dividends when, as and if declared by our Board of Directors out of funds legally available therefor. While historically we have paid dividends on our common stock, there is no assurance that we will continue to pay dividends in the future.

The principal source of cash revenues to First Farmers is dividends paid by the Bank with respect to the Bank’s capital stock. There are certain restrictions on the payment of such dividends imposed by federal and state banking laws, regulations and authorities.

The cash dividends we declared per share for the periods indicated were as follows:

	2020	2019	2018
Fourth quarter	\$ 0.21	\$ 0.21	\$ 0.21
Third quarter	0.21	0.21	0.20
Second quarter	0.21	0.21	0.20
First quarter	0.21	0.21	0.20

First Farmers Common Stock Purchase and Sale Information

Purchases by First Farmers of First Farmers Common Stock During the Last Two Years. During the last two years, we purchased shares of our common stock as set forth in the table below in privately negotiated transactions.

Period	Number of Shares	Price Range Paid Per Share	Average Price Paid Per Share
Fourth quarter 2020	-	\$ -	\$ -
Third quarter 2020	-	\$ -	\$ -
Second quarter 2020	-	\$ -	\$ -
First quarter 2020	20,133	\$ 40.00 - 48.75	\$ 42.59
Fourth quarter 2019	25,000	\$ 40.00 - 45.50	\$ 45.25
Third quarter 2019	24,037	\$ 43.00 - 45.25	\$ 44.29
Second quarter 2019	16,839	\$ 42.75	\$ 42.75
First quarter 2019	5,700	\$ 42.75	\$ 42.75

Sales by First Farmers of First Farmers Common Stock During the Last Two Years. During the last two years, First Farmers issued no shares of its common stock.

Security Ownership of Certain Beneficial Owners and Management

The table below sets forth certain information, as of December 31, 2020, with respect to the beneficial ownership of the Company's common stock by (i) each person known by us to be the beneficial owner of more than 5% of the outstanding shares of the Company's common stock, (ii) each director and nominee, and (iii) all of the Company's directors and executive officers as a group:

Name of Beneficial Owner	Amount of Beneficial Ownership	Percent of Class
FAMCO	470,266	10.8%
Directors and Executive Officers:		
Jeffrey L. Aiken	625	*
Jonathan M. Edwards	4,000	*
Thomas Napier Gordon	136,848	3.1%
Robert E. Krimmel	1,700	*
Dalton M. Mounger	1,939	*
Jeffrey L. Pannell	714	*
Richard C. Perko	-	*
Timothy E. Pettus	24,206	*
T. Randy Stevens	75,000	1.7%
H. Alan Watson	500	*
Brian K. Williams	7,200	*
Gina B. Wolfe	-	*
Directors and Executive Officers as a Group (12 Persons) ⁽¹⁾	252,732	5.8%

* Less than 1%

⁽¹⁾ Ms. Mitchell was nominated as a director on January 19, 2021. Accordingly, Ms. Mitchell is not included in the total above.

Corporate Governance

Director Qualifications

The Board of Directors has not established formal qualification guidelines for its members. The Board considers only potential nominees who have several years of relevant business experience. Additionally, non-management director nominees generally need to be independent. In determining independence, the Company looks to the definition provided by the listing standards of the New York Stock Exchange. Any nominee must be willing to serve for the directors' compensation paid by the Company. In addition, the Board of Directors evaluates nominees with the goal of maintaining a diversity of background, viewpoints and experience that complements the other directors.

Any shareholder, by written notice submitted to the Corporate Secretary, can nominate candidates for election to the Board of Directors of the Company. The written notice should be provided in accordance with the process contained in the Bylaws as more fully described in the "GENERAL INFORMATION – Items of Business for 2022 Annual Meeting of Shareholders" section of this Proxy Statement. Candidates nominated by shareholders are evaluated in the same manner as the candidates nominated by the Board of Directors.

Director Independence

The Board of Directors has determined that eight of its 11 director nominees are independent in accordance with the listing standards of the New York Stock Exchange. The three individuals who are not independent, Messrs. Stevens, Pettus and Williams, are executive officers of the Company.

During 2020, there were no relationships or transactions that the Board of Directors discussed in making its independence determinations with respect to each director identified as independent, and no relationships or transactions precluded any such directors from being independent. The Company is not aware of any family relationships among any of its directors and executive officers.

Board Leadership Structure and Role in Risk Oversight and Management

Mr. Stevens has served as both the Chairman of the Board of Directors and the Chief Executive Officer of the Company since 2005. The Board of Directors believes that a unified chairman and chief executive officer position has provided clarity of leadership and operating efficiencies. Additionally, Mr. Stevens' management experience and close relationship with the other officers of the Company improves the Board of Directors' effectiveness in its role of monitoring the management of the Company. The Board of Directors does not have a lead independent director. The Board of Directors is actively involved in oversight of risks that could affect the Company. Although the full Board of Directors has retained responsibility for general oversight of risks, this oversight is conducted primarily through committees of the Board of Directors, as disclosed in the description of each of the committees below and in the charters of each of the committees, as applicable. The Board of Directors receives full reports by each committee chair regarding the committee's determinations and actions, as well as regular reports directly from officers responsible for oversight of particular risks within the Company.

Committees of the Board of Directors

The Board of Directors conducts its business through its own meetings and through committees of the Bank's Board of Directors, which are described below. There are no standing committees of the Board of Directors of the Company because the principal business of the consolidated company is conducted by the Bank rather than the Company, which is a bank holding company. The Board of Directors of the Bank is identical to the Board of Directors of the Company.

The Company does not have a standing nominating committee. The entire Board of Directors of the Company fulfills the role of a nominating committee. Factors such as the Company's size and the nature of its business, the consistently high rate of participation in meetings by each director, the fact that a majority of the Company's directors are independent (as defined by the listing standards of the New York Stock Exchange) and are individuals who come from diverse backgrounds, and the infrequent historical turnover in the membership of the Board of Directors contribute to the belief of the Board of Directors that a separate, independent nominating committee is not necessary. The entire Board of Directors serving as a nominating committee currently does not have a charter and, as noted above, not all of the directors are independent, as defined by the listing standards of the New York Stock Exchange. Further, the Board of Directors has not specifically adopted a policy regarding the consideration of shareholder nominees for directors, but the Board of Directors will consider for nomination as director of the Company any director candidate recommended or nominated by shareholders in accordance with the process outlined under the section below entitled "GENERAL INFORMATION – Items of Business for 2021 Annual Meeting of Shareholders."

The Bank's Board of Directors has four standing committees:

- Audit Committee;
- Compensation Committee;
- Executive Committee; and
- Trust Committee.

The following table sets forth the current members of the committees of the Board of Directors of the Bank:

Name	Audit	Compensation	Executive	Trust
Jeffrey L. Aiken		X		Chair
Jonathan M. Edwards	Chair		X	
Thomas Napier Gordon	X			X
Dalton M. Mounger	X		X	
Jeffrey L. Pannell	X			
Richard C. Perko		X	X	
Timothy E. Pettus			Vice Chair	X
T. Randy Stevens			X	X
H. Alan Watson		Chair	X	
Brian K. Williams			Chair	X
Gina B. Wolfe	X			

Audit Committee

Number of 2020 meetings: 11

The Bank has a separately designated standing Audit Committee. This committee provides assistance to the Bank's Board of Directors in fulfilling its responsibilities related to internal controls monitoring, accounting procedures, reporting practices, regulatory compliance, risk management, the quality and integrity of the financial reports of the Bank, and other responsibilities as delegated by the Bank's Board of Directors. The Audit Committee is composed solely of directors who are independent based on the listing standards of the New York Stock Exchange and are free of any relationship that, in the opinion of the Board of Directors,

would interfere with their exercise of independent judgment as a committee member. The Audit Committee has implemented procedures to ensure that during the course of each fiscal year it devotes the attention that it deems necessary or appropriate to each of the matters assigned to it under the committee's charter. The Audit Committee Charter is available on the Bank's website at www.myfirstfarmers.com under "Investor Relations – Corporate Information."

Compensation Committee

Number of 2020 meetings: 4

The Compensation Committee's primary duties and responsibilities include establishing the compensation and benefits for the executive officers of the Bank; recommending to the Board of Directors of the Company and the Bank fees for director attendance at board and committee meetings; reviewing, evaluating and recommending to the Board of Directors of the Bank a compensation program and deferred profit-sharing contributions for all eligible employees; and recommending a compensation philosophy to the Bank's Board of Directors consistent with the Bank's objectives. The Compensation Committee has the authority to conduct or authorize investigations into any matters within the scope of its responsibilities and has the authority to retain such outside counsel, experts and other advisors as it deems appropriate to assist it in conducting of any such investigation. The charter of the Compensation Committee is available on the Bank's website at www.myfirstfarmers.com under "Investor Relations – Corporate Information– Governance Documents."

Executive Committee

Number of 2020 meetings: 22

The Executive Committee under the Bank's Second Amended and Restated Bylaws has all the powers and authority of the Board of Directors of the Bank, except those specifically reserved by the Board of Directors of the Bank, statutes, or regulations, for the management and supervision of the business and affairs of the Bank while the Board of Directors of the Bank is not in session.

Trust Committee

Number of 2020 meetings: 12

The Trust Committee supervises the operations of the Trust and Financial Management Department of the Bank; assures the proper exercise of the fiduciary powers of the Bank; reviews and assesses new and closed fiduciary accounts, fiduciary investments, fiduciary discretionary distributions, fiduciary account compliance processes and results, fiduciary business development, and fiduciary examinations and audits; reviews and approves fiduciary fees, income, and expenses; and reports to the Board of Directors matters needing Board attention or action.

Directors' Attendance at Meetings

The Board of Directors of the Company met five times during 2020. The Board of Directors of the Bank met 12 times during 2020. Each member of the Board of Directors of the Bank and the Company attended at least 75% of the aggregate meetings of the Board of Directors and committees of which he was a member.

The Company does not have a policy regarding director attendance at Annual Meetings of Shareholders because of the willingness of each director to be present at all Annual Meetings and the historical attendance of each director. Ten of the 11 directors attended the 2020 Annual Meeting of Shareholders.

Shareholder Communication with the Board of Directors

The Board of Directors of the Company has adopted a process to facilitate written communications by shareholders or other interested parties to the Board of Directors. Persons wishing to write to the Board of Directors of the Company or a specified director or committee of the Bank Board of Directors should send correspondence to the Corporate Secretary at First Farmers and Merchants Corporation, P.O. Box 1148, Columbia, Tennessee, 38402-1148.

All communications properly received from shareholders or other interested parties will be forwarded to the members of the Board of Directors, or to a specific director or committee if so designated. Any shareholder who wishes to communicate with a specific Board member should send instructions asking that the material be forwarded to the director. Solicitations, junk mail and frivolous communications will not be forwarded but will be made available to any director who wishes to review them.

Code of Conduct

The Board of Directors of the Bank has adopted a Code of Conduct for all employees. A copy of this Code of Conduct is available on the Bank's website at www.myfirstfarmers.com under "Investor Relations – Corporate Information – Governance

Documents” or can be obtained without charge by a written request to Human Resources Director, First Farmers and Merchants Bank, P.O. Box 1148, Columbia, Tennessee, 38402-1148.

Compensation Discussion and Analysis

The executive officers of the Company do not receive compensation for service as executive officers of the Company but instead receive compensation from the Bank for service as executive officers of the Bank. The Compensation Committee of the Bank approves and oversees compensation programs to attract, retain and motivate officers, employees and directors by offering what the Compensation Committee believes to be attractive and competitive compensation elements and amounts. These goals are balanced against the need to control expenses for the benefit of the shareholders of the Company. The compensation programs are designed to promote profitability, reward production and foster loyalty while taking into account the risk-management process and oversight designed to ensure the safety and soundness of the Bank. To be competitive, the Bank seeks to provide salaries and benefits comparable to the median of those provided by other banking companies of similar asset size operating in the Southeastern United States.

General Compensation Philosophy

The Compensation Committee reviews the compensation of all executive officers of the Bank and believes that the actions of each executive officer have the potential to impact the short-term and long-term profitability of the Company and the Bank. Consequently, the Compensation Committee places considerable importance on its task of approving and overseeing an executive compensation program that rewards short-term and long-term profitability of the Company and the Bank. Decisions with respect to the compensation of the Bank’s executive officers are made by the Compensation Committee. The Compensation Committee consults with and receives recommendations from the Chief Executive Officer of the Company with respect to the compensation of executive officers other than the Chief Executive Officer, but the Compensation Committee retains the sole authority to approve the compensation of the executive officers.

The Bank has a performance-based executive compensation program that considers factors such as shareholder value and the overall performance of the Company and the Bank. The main components of the executive compensation program are base salary, cash bonus plan, employee benefits and perquisites. The Company currently does not have equity-based incentive compensation programs.

In 2020, the Compensation Committee engaged Pearl Meyer to advise the Compensation Committee with respect to the compensation of the Company’s executive officers and directors. In 2020, the Bank paid \$27,300 to Pearl Meyer in connection with compensation consulting services. The Compensation Committee has considered the relationships Pearl Meyer has with the Company, the members of the Compensation Committee and the Company’s executive officers and determined that the work of Pearl Meyer as the Compensation Committee’s compensation consultant in 2020 did not raise any conflicts of interest.

Employee Benefits

The Bank provides the following benefits for all employees of the Bank, including the executive officers:

- Health, life, vision and dental insurance;
- “Cafeteria” Plan under Internal Revenue Code Section 125 that gives employees the opportunity to pay for certain benefits on a pre-tax basis rather than on an after-tax basis;
- Deferred Profit Sharing Plan, which is a tax-qualified profit sharing retirement plan that has received a favorable determination letter from the Internal Revenue Service. The aggregate amount the Bank contributed to the Deferred Profit Sharing Plan for the 237 participants during 2020 was \$1,064,000; and
- Group term replacement/split-dollar insurance for key officers that provide life insurance benefits that continue after retirement.

Perquisites

In addition to salaries, bonus opportunities and employee benefits, the Bank provides certain perquisites so that the Bank remains competitive in its ability to hire and retain talented employees. These perquisites include the use of a company vehicle or a vehicle allowance, certain club memberships and the payment of dues for those clubs. The Bank currently provides these perquisites to all of the executive officers. The Bank’s policy for providing perquisites is based on the number of years of experience

within the banking industry and the executive's position within the Bank. The Compensation Committee periodically reviews perquisites that are made available to the executive officers, to ensure that they are in line with market practice.

Risk Management Considerations

The Compensation Committee believes that the Bank's performance-based cash bonus program creates incentives to create long-term shareholder value. Several elements of the program are designed to promote the creation of long-term value and thereby discourage behavior that leads to excessive risk:

- Rather than determining cash bonus awards based on a single metric, the Compensation Committee applies a structured, principled framework that takes into account a balanced set of financial performance metrics that the Compensation Committee believes collectively best demonstrate successful management; and
- The performance metrics used to determine the amount of an executive's bonus are those that the Compensation Committee believes drive long-term shareholder value. Moreover, the Compensation Committee attempts to set goals for these metrics that encourage success without encouraging excessive risk taking to achieve short-term results.

The Bank generally uses the same performance metrics for its cash bonus programs for the executive officers and non-executive employees.

Management and the Compensation Committee periodically evaluate the risks involved with all of the Bank's compensation programs and do not believe that any of the Bank's compensation programs create risks that are reasonably likely to pose a material adverse impact to the Company.

Conclusion

The Compensation Committee believes that this mix of market-based salaries, cash bonuses, employee benefits and perquisites represents a balance that will motivate the management team to continue to undertake to produce strong returns. The Compensation Committee further believes this program strikes an appropriate balance with the interests and needs of the Bank in operating a financial services business without encouraging the taking of excessive risk.

Compensation Committee Interlocks and Insider Participation

Messrs. Aiken, Watson and Perko served as members of the Bank's Compensation Committee throughout 2020. No member of the Bank's Compensation Committee has at any time been an officer or an employee of the Company or the Bank. None of the Bank's Compensation Committee members has any other relationship with the Company or the Bank. During 2020, no executive officer of the Company or the Bank served as: (i) a member of another entity's compensation committee, one of whose executive officers served on the Bank's Compensation Committee, (ii) a director of another entity, one of whose executive officers served on the Bank's Compensation Committee, or (iii) a member of the compensation committee of another entity, one of whose executive officers served as a director of the Company or the Bank. Members of the Compensation Committee may, from time to time, have banking relationships in the ordinary course of business with the Bank, as described in the section below entitled "Related Person Transactions."

Related Person Transactions

Transactions by the Bank with related parties are subject to a formal written policy, as well as regulatory requirements and restrictions. These requirements and restrictions include Sections 23A and 23B of the Federal Reserve Act (which govern certain transactions by the Bank with its affiliates) and Regulation O promulgated by the Federal Reserve (which governs certain loans by the Bank to its executive officers, directors, and principal shareholders). The Bank has adopted policies to comply with these regulatory requirements and restrictions.

In the ordinary course of business, the Bank may provide loans to its directors and principal shareholders. Pursuant to Bank policy, all loans made by the Bank to its directors and principal shareholders are made on substantially the same terms, including interest rates and collateral, as those prevailing at the time for comparable transactions with other persons and do not involve more than the normal risk of collectability or present other unfavorable features. Current Bank policy prohibits loans to executive officers.

During 2020, the Bank engaged in customary banking transactions and had outstanding loans to, deposits from and repurchase agreements with certain of the Company's and the Bank's directors, executive officers and members of their immediate

families. The directors, executive officers, affiliates, family members and companies in which they hold 10% or more ownership had outstanding loan balances of \$1.7 million at December 31, 2020. These loans were made in the ordinary course of business and in accordance with Bank policy as described above.

The Bank has a written policy with respect to the review, approval or ratification of transactions involving its executive officers, directors and principal shareholders that are required to be reported. As required by Regulation O and Section 23A and 23B of the Federal Reserve Act, the Company and the Bank are responsible for reviewing and approving any transaction between the Company or the Bank and any executive officer, director or principal shareholder of the Company, the Bank or members of their immediate family or entities with which they are affiliated. During 2020, there were certain services and purchased goods provided by certain of these persons which totaled \$188,000. The services and purchased goods were approved by the Company's Board of Directors. The Company and the Bank must also account for certain other related party transactions; as of December 31, 2020, the Company held stock in a related party valued at \$2.2 million.

Audit Committee Report

In overseeing the preparation of the Company's and the Bank's financial statements, the Audit Committee met with both management and the Company's independent registered public accounting firm to review and discuss all financial statements prior to their issuance and to discuss significant accounting issues. The Company files consolidated financial statements that include the financial condition and results of operation of the Bank for the periods indicated. In addition, the Audit Committee took the following actions:

- (i) The Audit Committee discussed with Dixon Hughes Goodman LLP the matters required to be discussed pursuant to Statements on Auditing Standards No. 114 (AICPA Professional Standards, Vol. 1 AU section 380).
- (ii) The Audit Committee also received the written disclosures and the letter from Dixon Hughes Goodman LLP regarding the independence of such accountants as required by the applicable requirements of the Public Accounting Oversight Board regarding the independent accountant's communications with the Audit Committee concerning independence, and has discussed with such accountants their independence from the Company and its management.
- (iii) Based on its review and discussions with the Bank's management and Dixon Hughes Goodman LLP, the Audit Committee recommended to the Bank's Board of Directors, who recommended to the Company's Board of Directors, approval of the inclusion of the audited consolidated financial statements of the Company and its subsidiary, the Bank, in its Annual Report for the fiscal year ended December 31, 2020.

Audit Committee of the Bank's Board of Directors:

Jonathan M. Edwards., Chairman
Thomas Napier Gordon
Dalton M. Mounger
Jeffrey L. Pannell
Gina B. Wolfe

PROPOSAL 2: RATIFICATION OF THE APPOINTMENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

Independent Registered Public Accounting Firm

The Audit Committee of the Board of Directors has selected Dixon Hughes Goodman LLP (“DHG”) to serve as the Company’s independent registered public accounting firm for the year ending December 31, 2021. DHG provided audit services to the Company for the year ended December 31, 2020. We are not required to have our shareholders ratify the selection of our independent auditing firm. Because we believe it to be good corporate practice to obtain the shareholders’ views on this selection, our shareholders are asked to ratify this appointment at the Annual Meeting.

If the appointment of DHG is not ratified by the shareholders, the Audit Committee may appoint other independent auditors or may decide to maintain its appointment of DHG. In the event shareholders fail to ratify the selection of DHG, the Audit Committee will consider it as a direction to consider selecting other auditors for the subsequent fiscal year. Even if the selection of DHG is ratified, the Audit Committee of our Board of Directors, in its discretion, may direct the appointment of a different independent accounting firm at any time during the year if our Board of Directors determines that such a change would be in the best interest of our Company and our shareholders.

We anticipate that representatives of DHG will attend the Annual Meeting and will have the opportunity to make a statement, if they determine to do so, and will be available to respond to appropriate questions at that time. In addition to providing audit services for the year ended December 31, 2020, DHG performed various other professional services for our Company.

THE BOARD OF DIRECTORS UNANIMOUSLY RECOMMENDS THAT THE SHAREHOLDERS VOTE “FOR” RATIFICATION OF THE APPOINTMENT OF DIXON HUGHES GOODMAN LLP AS INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM FOR THE COMPANY FOR THE FISCAL YEAR ENDING DECEMBER 31, 2021.

Payment of Audit Fees

Aggregate fees billed to the Company for the fiscal years ending December 31, 2020 and 2019 by the Company’s principal accounting firm DHG were as follows:

	2020	2019
Audit fees ⁽¹⁾	\$ 159,000	\$ 152,000
Audit related fees ⁽²⁾	27,250	26,200
Total fees	\$ 186,250	\$ 178,200

- (1) Fees for professional services rendered by DHG were in connection with the integrated audit of the consolidated financial statements and the audit of internal controls over financial reporting (pursuant to FDICIA).
- (2) Audit related fees include payments for the audit of the First Farmers and Merchants Bank Profit Sharing Plan, the Housing and Urban Development audit, matters relating to the audit of the Company’s financial statements, and administrative expenses related to the audit of the consolidated financial statements.

The Audit Committee reviews and pre-approves each audit and permitted non-audit service provided by the auditor prior to its engagement to perform such services. The Audit Committee has not adopted any other pre-approval policies or procedures.

GENERAL INFORMATION

Other Matters

As of the date of this Proxy Statement, the management of the Company and the Bank knows of no other business that will be presented at the Annual Meeting.

Items of Business for 2021 Annual Meeting of Shareholders

The Bylaws provide that nominations of persons for election of directors and proposals of business to be transacted by the shareholders at an annual meeting of shareholders may be made by any shareholder of record who is entitled to vote and who provides timely and proper notice. In order to be considered timely, a shareholder's notice must be received by the Corporate Secretary at the principal office of the Company not earlier than the close of business on the date which is 120 calendar days and not later than the close of business on the date which is 90 calendar days prior to the first anniversary of the preceding year's annual meeting of shareholders.

Further, for a shareholder's notice to be proper, it must set forth:

- the name and address of the shareholder;
- the class and number of shares of stock of the Company held of record and beneficially owned by such shareholder;
- the name(s), including any beneficial owners, and address(es) of such shareholder(s) in which all such shares of stock are registered on the stock transfer books of the Company;
- a representation that the shareholder intends to appear at the meeting in person or by proxy to submit the business specified in such notice;
- a brief description of the business desired to be submitted to the annual meeting of shareholders, the complete text of any resolutions intended to be presented at the annual meeting and the reasons for conducting such business at the annual meeting of shareholders;
- any personal or other material interest of the shareholder in the business to be submitted;
- as to each person whom the shareholder proposes to nominate for election or reelection as a director, all information relating to such person that is required to be disclosed in solicitations of proxies for election of directors; and
- all other information relating to the nomination or proposed business which may be required to be disclosed under applicable law. In addition, a shareholder seeking to submit such nominations or business at the meeting shall promptly provide any other information reasonably requested by the Company.

Nominations by shareholders of persons for election to the Company's Board of Directors may also be made at a special meeting of shareholders if the shareholder's notice, in the form required by the Bylaws, is delivered to the Corporate Secretary at the principal office of the Company not earlier than the date which is 120 calendar days before the date of such meeting and not later than 90 calendar days before the date of such meeting of shareholders.

Shareholders who wish to nominate a candidate for election to the Company's Board of Directors (other than the candidates proposed by the Company's Board of Directors) or propose any other business at the 2022 Annual Meeting of Shareholders must deliver written notice to the Corporate Secretary at the address below not earlier than December 23, 2021 or later than January 22, 2022. Shareholders who wish to have a proposal considered for inclusion in the Company's proxy statement for the 2022 Annual Meeting of Shareholders should submit the proposal in writing by mailing it to the Corporate Secretary at the address below no later than January 22, 2022.

Any nomination for director or other proposal by a shareholder that is not submitted in a timely manner and does not comply with these notice requirements will be disregarded, and upon the instructions of the presiding officer of the Annual Meeting all votes cast for each such nominee and such proposal will be disregarded. Nominations or proposals for consideration at an Annual Meeting of Shareholders must be sent to the following address:

First Farmers and Merchants Corporation
Attention: Corporate Secretary
P.O. Box 1148
Columbia, Tennessee 38402-1148

Shareholder Comments at 2021 Annual Meeting of Shareholders

A shareholder who wishes to make comments to or ask questions of the presiding officer at the Annual Meeting on April 20, 2021, must submit in writing the comments or questions no later than April 14, 2021 to: First Farmers and Merchants Corporation, Attention: Corporate Secretary, P.O. Box 1148, Columbia, TN 38402-1148. Management reserves the right to edit or exclude any such comments or questions in the interests of relevance, appropriateness and/or time. A written communication of any such editing or exclusion will be sent to the shareholder before the Annual Meeting. Notwithstanding the foregoing, the webcast platform being used for the 2021 Annual Meeting of Shareholders has been designed to provide the same rights that you would otherwise have at an in-person shareholders meeting. Accordingly, shareholders who attend the meeting remotely will be able to participate and simultaneously hear other shareholders during the meeting, as required by applicable Tennessee law.

Annual Report

The Annual Report to Shareholders will be provided to our shareholders with this Proxy Statement.

TO REQUEST ADDITIONAL COPIES OF THE COMPANY'S ANNUAL REPORT, PLEASE PROVIDE YOUR WRITTEN REQUEST TO: STEPHANIE G. HARLAN, CORPORATE SECRETARY, FIRST FARMERS AND MERCHANTS CORPORATION, P. O. BOX 1148, COLUMBIA, TENNESSEE 38402-1148.

By the order of the Board of Directors



Stephanie G. Harlan
Corporate Secretary