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FARMERS NATIONAL BANC CORP.

ANNUAL REPORT 2011

CORPORATE PROFILE

Farmers National Banc Corp. (the "Company") is a multi-bank holding company registered under the Bank Holding Company Act of 1956, as amended. The Company provides full banking services through its nationally chartered subsidiary, The Farmers National Bank of Canfield ("Farmers National Bank"). The Company provides trust services through its subsidiary, Farmers Trust Company, and insurance services through Farmers National Bank's subsidiary, Farmers National Insurance. Farmers Trust Company has a state-chartered bank license to conduct trust business from the Ohio Department of Commerce – Division of Financial Institutions.

The Farmers National Bank, chartered in 1887, is a full-service financial services company engaged in commercial and retail banking with a total of eighteen (18) retail offices and two (2) trust offices located in the counties of Mahoning, Columbiana, Trumbull and Stark in the State of Ohio. In addition, the Farmers National Bank provides 24-hour access to a network of Automated Teller Machines and offers Internet and telephone banking services. Farmers National Bank competes with state and national banks, as well as with a large number of other financial institutions, such as thrifts, insurance companies, consumer finance companies, credit unions and commercial finance leasing companies for deposits, loans and other financial service business. The principal methods by which Farmers National Bank competes are loan interest rates, the rates paid for funds, the fees charged for services and the availability of services.

As a national banking association, Farmers National Bank is a member of the Federal Reserve System and is subject to the supervision and regulation of the Office of the Comptroller of the Currency. Deposits are insured by the Federal Deposit Insurance Corporation to the extent provided by law.

From left to right:
Gregory Bestic, Director
Mark Nicastro, Vice President, Director of Human Resources
Carl Culp, Executive Vice President, Chief Financial Officer
Lance Ciroli, Director, Chairman of the Board
Brad Henderson, Vice President, Corporate Security & Fraud Investigator
John Gulas, President & Chief Executive Officer
Mark Graham, Executive Vice President, Chief Credit Officer
Brian Jackson, Senior Vice President, Chief Information Officer
Amber Wallace, Senior Vice President, Marketing Director
Kevin Helmick, Executive Vice President, Retail and Wealth Management

ANNUAL MEETING NOTICE

The Annual Meeting of Shareholders will be held at the Family Life Center Banquet Hall at St. Michael Parish at 300 North Broad Street, Canfield, OH 44406 at 3:30 p.m. EST, on Thursday, April 26, 2012.

FINANCIAL HIGHLIGHTS

(Dollar Amounts in Thousands Except for Per Share Data)

For the Year	2011	2010	2009
Net Income	$9,218	$8,991	$5,842
Return on Average Assets	0.89%	0.87%	0.60%
Return on Average Equity	8.76%	10.46%	7.32%
Per Share			
Net Income (Basic)	$0.50	$0.66	$0.44
Net Income (Diluted)	0.50	0.66	0.44
Book Value	6.10	6.45	5.96
Balances at Year-End			
Total Assets	$1,067,871	$982,751	$1,014,808
Earning Assets	1,014,997	915,224	948,187
Total Deposits	840,125	761,050	777,552
Net Loans	561,986	581,060	601,995
Total Stockholders' Equity	114,445	88,048	80,628
Cash Dividends	2,241	1,626	4,801
Common Shares Outstanding	18,757	13,646	13,520

2011

JOHN S. GULAS, *President & CEO*

Dear Fellow Shareholders:

The past three years have been an extraordinary time for the economy and a remarkable time for Farmers National Bank. We have continued to weather the storm and generate positive earnings by focusing on our core values, our customers, our customers' needs and our communities. We empowered our associates with the proper tools and products and enabled them to act in our customers' and shareholders' best interest.

NASDAQ LISTING

While it would be difficult to rank in order the importance of all the changes 2011 brought, Farmers' shift from the over-the-counter market to listing its stock on the NASDAQ Stock Market is certainly one of the year's most exciting developments. I am proud of the fact that, prior to the NASDAQ listing, Farmers had been a strong value for our shareholders as evidenced by two events. Early in the year, we were successful in completing a $15 million capital raise. The sale of these pre-NASDAQ shares gave Farmers the necessary reserves to both make new loans and receive more deposits. Then, in July, our sustained financial strength earned Farmers the coveted "5 Star" rating from Bauer Financial, America's premier bank rating service.

Against this backdrop of performance and value, Farmers joined elite financial institutions from all over the country in listing its common shares on NASDAQ on September 15, 2011. I was pleased and honored to have our senior leadership team and Board representatives with me as I rang the closing bell at the NASDAQ exchange in New York after our first day of trading. Farmers' NASDAQ listing goes beyond simple prestige; it is a powerful medium that will carry our success story to investors and financial analysts all over the nation and, in doing so, affords us new opportunities to grow and prosper.

PERFORMANCE

While Farmers continues to serve as the Valley's leading community bank, we continue to check our performance like we would a GPS screen; to make sure we're moving forward on the path we prefer. Farmers National Banc Corp. stock has increased in value 37% over last year and has far exceeded the NASDAQ bank index… and far outpaced fellow Ohio banks. With positive earnings each and every quarter, Farmers has consistently paid dividends for 116 consecutive quarters since Farmers began publicly trading in 1983. Even so, the economy has been a challenge to everyone and the financial services industry has been hit hard. Financial services stocks have lagged the market and new regulations have affected earnings. We spent approximately $1.5 million in 2011 for compliance, regulatory and insurance costs. These costs directly affected our Earnings per Share (EPS).

However, at the end of the year, the Company's Board of Directors declared a special $0.03 per share cash dividend, that was payable on February 28, 2012 to common shareholders of record as of February 13, 2012. This special, one-time dividend is a result of our favorable 2011 financial results and positive operating outlook. This, again, shows our Company's commitment to building value for our shareholders.

"Never in our history have we been so well-positioned to grow."

Internally, we've seen significant growth in Farmers' fee-based business and other noninterest income sources. Three years ago, this segment of our revenue stream represented 15% of the whole and we knew we could do better. Fee-based services now comprise 23% of our revenues; impressive growth by anyone's measure. The growth came primarily from the continued success of the Trust Company as well as the doubling of revenues from Farmers National Investments over the last three years.

Having learned the hard lessons experienced by many of our peers during the 2008 "Great Recession", Farmers set out to better manage risk and non-performing loans. We strengthened our technology, financial analysis and our credit approval process. The result has been a 55% reduction of our loan loss provision expense.

Central to all of Farmers' successes are the Bank's employees. Attracting and developing high quality personnel was a top priority in 2011. For the second straight year, we graduated a class of professionals from Farmers Academy. This intensive 12-month development program grooms our most promising associates for future leadership positions. The availability of this professional development tool, combined with other initiatives, has made our Bank a desirable workplace and has resulted in one of the lowest associate turnover rates in our industry.

NEW MARKETS, NEW SERVICES & NEW LOCATIONS

Farmers National Bank expanded its reach into the marketplace in 2011 with a groundbreaking, an acquisition and expanded services.

In May, we announced the hiring of three key people, Chris Willoughby is our Vice President, Mortgage Manager, Joe Gerzina is our Community President in Stark and Summit Counties and George Stoffer is Farmers Mortgage Originator Team Leader. Shortly after adding the personnel, Farmers acquired the office space and established the Bank's newest branch. This marked the first time Farmers had a physical presence outside the Mahoning Valley.

In August, Farmers hosted a groundbreaking for, what will soon be, its newest branch office in Howland. Located in the Harvard Commons Development, 1695 Niles-Cortland Road, the new Howland location will also house the Trumbull County offices of Farmers Trust Company. Both will be open for business in the summer of 2012.

In late 2011, we expanded our mortgage offering with the addition of new seasoned loan professionals. Rocky Page and Jim Wellington recently joined our Farmers' team and will lead the Mortgage Lending Department with new options that equate to better pricing and several credit opportunities.

Coming in 2012; we look forward to expanding our Wealth Management Division with the addition of Private Banking. As a community bank, our primary focus will continue to be premier customer service. With Private Banking, we will package premium service-oriented products to attract high net worth individuals within our market place. This elite service line will complete our robust Wealth Management offerings.

Groundbreaking

From left to right: Lee Hively, Jr., President, Hively Construction
David Harris, Owner/Architect, DPH Architecture
Kevin Helmick, Executive Vice President, Retail & Wealth Management, Farmers National Bank
Carl Culp, Executive Vice President, Chief Financial Officer, Farmers National Bank
James H. Sisek, Esq., President & CEO, Farmers Trust Company
John S. Gulas, President & CEO, Farmers National Bank
Thomas Humphries, President & CEO, Regional Chamber
William Hanshaw, Esq., Executive Vice President, Farmers Trust Company
Rick Clark, Chair, Howland Township Trustees
Rocky, Farmers National Bank Mascot

REPUTATION

While we celebrate the positive results that have marked our strategic path, we remain committed to the long held core values that have served Farmers well for generations. We remain "Rock Solid" and are proud to share that sentiment with the community through various marketing initiatives.

One project many people enjoy is our 3-D billboard located on the corner of SR 224 and Southern Boulevard in Boardman, featuring the mannequins "Ben" and "Emma" at the top. Our ever-changing display captures the interest of thousands of drivers who pass it every day. This creative initiative is driving interest in our Bank and our website allowing us to introduce our online and web-based banking tools. The billboard, along with Farmers' other strategic advertising, serves to advance the foundational values of our Bank and build on our excellent reputation.

Farmers remains a community bank, which places a premium on serving the needs of its customers and communities. We are well-positioned for future challenges and future opportunities. One example is the emerging shale energy industry of Eastern Ohio and Western Pennsylvania. Other banks will hope to capitalize on the investments and concentrated wealth this new industry brings to the region. However, Farmers, through its Shale Resource Team, is poised to become a true financial partner with both landowners and the diverse string of supply chain companies in the shale energy business sector.

These new Shale customers will find at Farmers what our long-time, multi-generational customers have found, a broad array of financial products and services delivered by exceptional, relationship-based Farmers associates. This has been our tradition, it has worked well to date and I believe it will remain the driving force behind Farmers' success in the years to come.

The year 2012 marks Farmers' 125th anniversary. Never in our history have we been so well-positioned to simultaneously grow in new and different directions while strengthening the customer relationships we already appreciate. We will continue to build success on top of success and take pride in the fact that we– the bank's officers, directors, associates, customers and shareholders – did it together.

Sincerely,

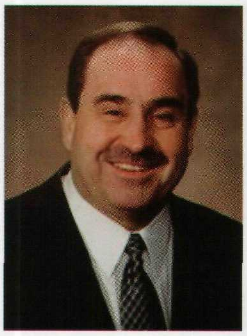
John S. Gulas
President & Chief Executive Officer

Board of Directors – Leadership Updates

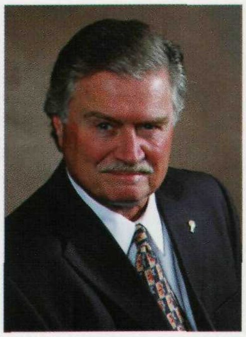
For close to 40 years, Frank L. Paden served Farmers National Bank with distinction. He came to Farmers upon graduation from Hiram College in 1973. He served in various positions prior to becoming CEO and Chairman of the Board. Mr. Paden transitioned from the CEO position in 2010 and, last September, retired from the Board.

To honor Mr. Paden for his decades of service, Farmers National Bank established an endowed scholarship in his name. The Frank L. Paden Scholarship Fund is managed in partnership with the Ohio Foundation of Independent Colleges.

Upon Mr. Paden's retirement from the Board, Lance J. Ciroli was installed as Chairman of the Farmers National Banc Corp. Board of Directors on October 1, 2011. Mr. Ciroli brings to Farmers an impressive banking resume. He is co-founder of NBE Bank Consulting Services and, for 33 years, worked for the Office of the Comptroller of the Currency (OCC) – a division of the U.S Treasury Department. Mr. Ciroli is a resident of Solon, Ohio.



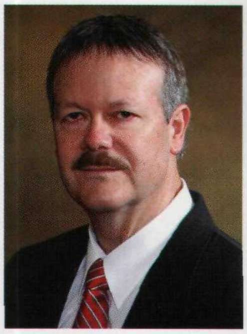
Frank L. Paden



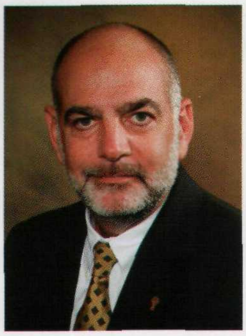
Lance J. Ciroli

Farmers National Banc Corp. was pleased to announce the addition of two new Board members in 2011. Gregory C. Bestic, CPA, Cr.FA, DABFA, was elected at the 2011 Annual Meeting of Shareholders in April, and serves on the Audit, Board Loan and Corporate Governance and Nominating Committees. Mr. Bestic is a Managing Principal with Schroedel, Scullin & Bestic, LLC Certified Public Accountants and Strategic Advisors in Canfield, OH. He has over 34 years of public accounting experience, with a concentrated emphasis in business operations consulting.

Gregg Strollo, AIA, was appointed to the Board in October and serves on the Board Loan, Risk Management and Corporate Governance and Nominating Committees. Mr. Strollo is a Partner, Architect and President of Strollo Architects, where he has had principal responsibilities on over 1,000 projects worth more than $1 billion. His areas of experience are in program analysis, planning, design, compliance and quality control.



Gregory C. Bestic



Gregg Strollo

Board of Directors

From left to right: Gregg Strollo, David Z. Paull, Ronald V. Wertz, Ralph D. Macali, John S. Gulas, Lance J. Ciroli, Anne Frederick Crawford, Earl R. Scott and Gregory C. Bestic

John S. Gulas [2]
President & Chief Executive Officer

Lance J. Ciroli [2, 3, 5]
Chairman of the Board
Co-founder of NBE Bank Consulting Services
Retired Assistant Deputy Comptroller in the Cleveland/Detroit Field Office, Office of the Comptroller of the Currency

Gregory C. Bestic [1, 2, 4]
Managing Principal, Schroedel, Scullin & Bestic, LLC

Anne Frederick Crawford [2, 3, 4]
Attorney-at-Law
Self-employed/Sole Proprietor

Ralph D. Macali [1, 2, 5]
Vice President of Palmer J. Macali, Inc.
Partner in P.M.R.P. Partnership
Owner and Executive Vice President, HSL Inc.

David Z. Paull [1, 2, 3]
Vice President, HR Operations and Labor Relations, RTI International Metals, Inc.

Earl R. Scott [1, 2, 5]
Certified Public Accountant (CPA) and President, Reali, Giampetro & Scott

Gregg Strollo [2, 4, 5]
Partner, Architect and President, Strollo Architects

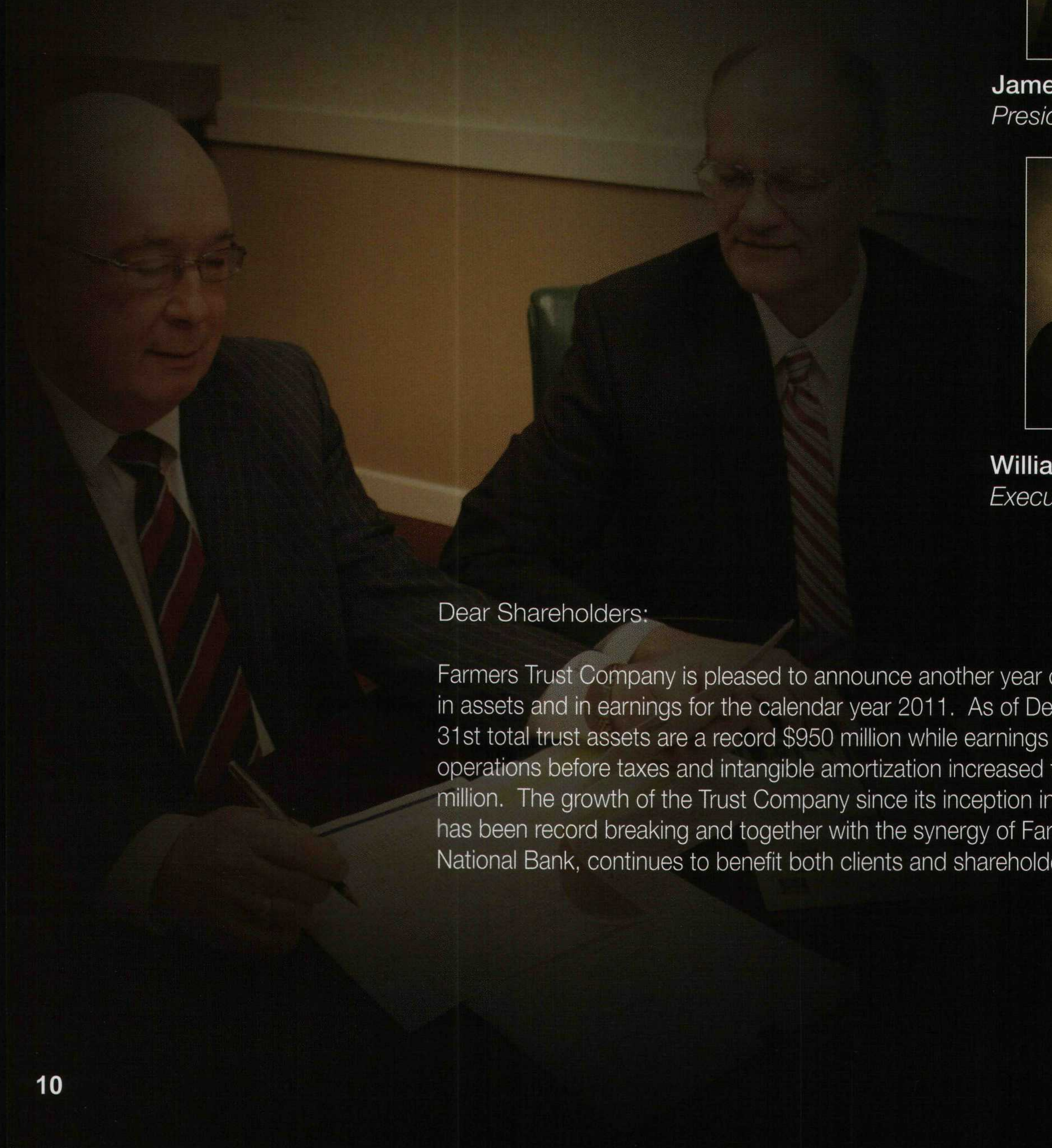
Ronald V. Wertz [2, 3, 4]
Retired President and Chief Executive Officer, Boyer Insurance, Inc.
Retired Risk Management Consultant, Wells Fargo Insurance Services

1 Audit Committee
2 Board Loan Committee
3 Compensation Committee
4 Corporate Governance and Nominating Committee
5 Risk Management Committee

2011

James H. Sisek, Esq.
President & CEO

William Hanshaw
Executive V.P. & Secretary



Dear Shareholders:

Farmers Trust Company is pleased to announce another year of growth in assets and in earnings for the calendar year 2011. As of December 31st total trust assets are a record $950 million while earnings from operations before taxes and intangible amortization increased to $1.1 million. The growth of the Trust Company since its inception in 1995 has been record breaking and together with the synergy of Farmers National Bank, continues to benefit both clients and shareholders.

After sixteen years of growth in downtown Youngstown, the Trust Company prepared at year-end to relocate to its new headquarters in a signature office building on McClurg Road in Boardman directly across the street from the new St. Elizabeth Boardman, and the D.D. and Velma Davis Family YMCA. This location will serve the Trust Company well into the future and provide clients with a central location to service their trust and investment needs. The Trust Company moved, together with certain banking offices, to this new location in January of 2012.

Our new Howland office, which will be completed in the summer of 2012, will provide a new Trust location adjacent to the full service retail Bank location. Our new location will provide our clients with a one-stop financial center where they are able to have all of their financial solutions in one location.

During the calendar year 2011, the Trust Company and its clients continued strong support of the local community and various charitable entities with contributions in excess of $6 million. Major distributions in excess of $1 million were made from the Kikel Charitable Trust to both Akron Children's Hospital of the Mahoning Valley and St. Elizabeth Health Center. In addition, the Marion G. Resch Foundation continues its support of Youngstown State University and other area colleges with scholarships and an early intervention program with funds of $1.2 million.

Fueling the record growth has been a qualified staff, which includes five attorneys, two certified trust financial advisors, several officers with master's degrees, two individuals with advanced fiduciary designations, a CPA and Certified Financial Planner and loyal employees with 20 and 30 years of experience. . . a great trust team! In addition to an exceptional staff, in 2011 we also welcomed Michael W. Shultz, D.O. to our Board of Directors. With the complexity in the financial industry ever increasing, and with additional regulations, it is critical that a qualified staff be available to deal with the complexities arising with estate planning and investment management. While others have chosen to outsource many functions, Farmers Trust Company continues to maintain in-house high quality and skilled legal, investment, and fiduciary principals. The Trust Company continues its sound investment management under the high standards required of a fiduciary; a standard that financial regulators are considering imposing on the securities industry in general.

We look forward to continuously providing our outstanding personal fiduciary services to our clients and the community in 2012. We know our clients and their families and have a relationship built on mutual trust. We extend our sincere appreciation to our loyal clients for a prosperous new year.

Sincerely,

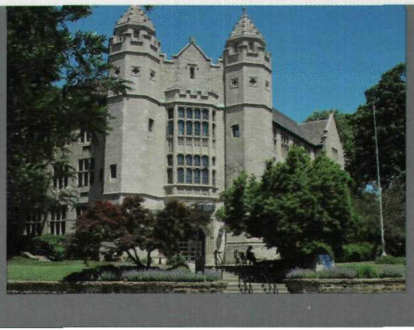
James H. Sisek

James H. Sisek, Esq.
President & CEO

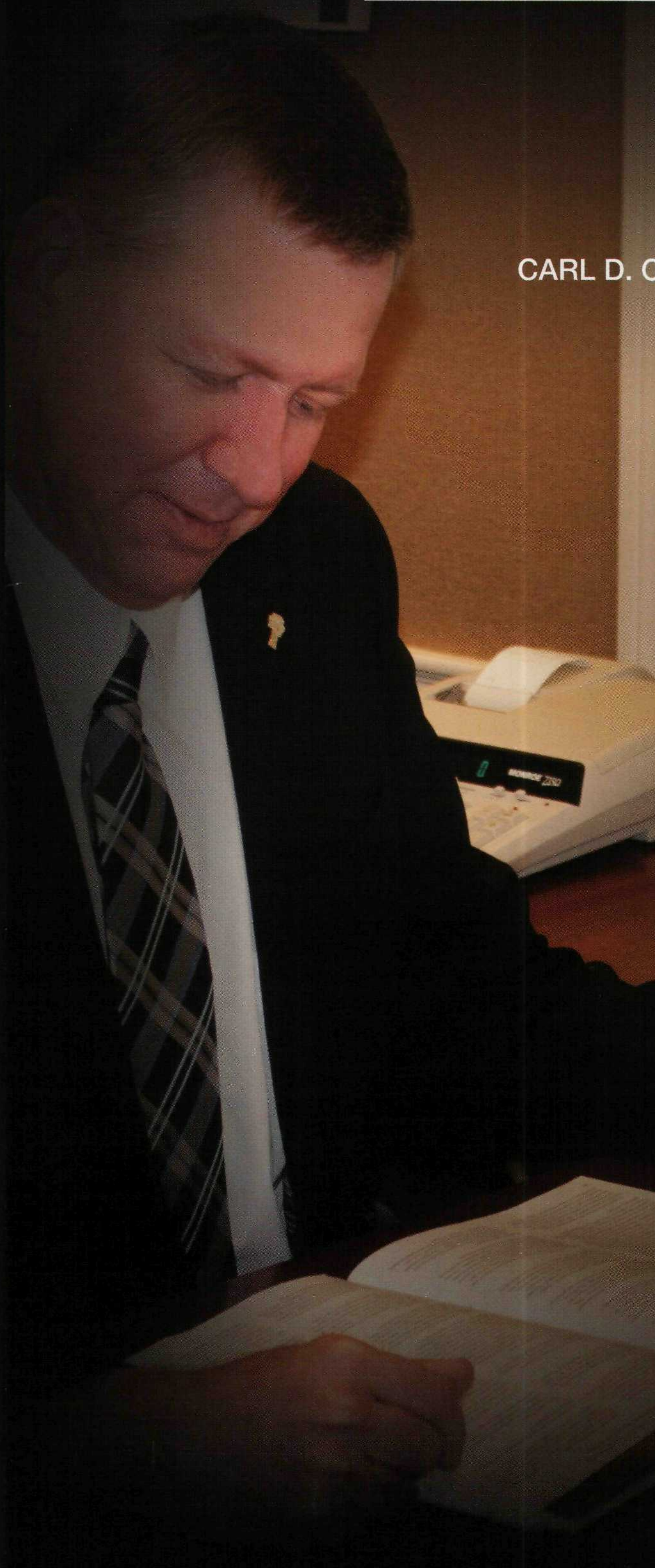
William Hanshaw

William Hanshaw
Executive V.P. & Secretary

"The growth of the Trust Company has been record breaking."



2011



CARL D. CULP, *Executive Vice President & CFO*

To Our Stockholders,

The following paragraphs provide a brief overview of relevant information regarding your Company's financial performance in 2011.

Net income for 2011 was $9.2 million compared to $9.0 million in 2010, an increase of 2.5%. On a per share basis, net income for 2011 was $0.50 per diluted share, compared to $0.66 in 2010. Although net income was higher in 2011, the additional 5 million shares issued through our successful common share offering in the first quarter of 2011 decreased earnings per share. The results for 2011 included security gains of $1.8 million, compared to $2.7 million in 2010.

The net interest margin decreased slightly from 4.10% for the year ended December 31, 2010 to 4.01% for 2011, or 9 basis points. Total average earning assets increased .9% while the yields on those average-earning assets decreased 42 basis points from 5.25% in 2010 to 4.83% in 2011. Total average interest bearing liabilities decreased 3.2%, and the cost of the average interest-bearing liabilities also decreased from 1.27% in 2010 to 0.93% in 2011 or 34 basis points.

Noninterest income excluding security gains and losses increased by $216 thousand in 2011, primarily as a result of increases in trust fees and investment commissions. Management continues to focus on the diversification of income streams.

Deposits

Average deposits increased 2.6% during the past year, as the growth in money market accounts and noninterest bearing demand deposits was offset by a decrease in time deposits as our customers continue to move balances to more liquid deposit accounts. Your Company's focus is on core deposit growth and we will price deposit rates to build market share while still maintaining a low cost of funds. At December 31, 2011, core deposits, which are defined as savings and money market accounts, time deposits less than $100 thousand, demand deposits and interest bearing demand deposits represent 88% of our total deposits.

Loans

Net loans decreased 3.3% during 2011. This decrease is a result of slow economic growth that has been experienced by a number of banks in the Federal Reserve's Fourth District and nationwide. The Company continues to build on a strategy developed a few years ago to diversify the loan portfolio and employ a more balanced portfolio management model between commercial, commercial real estate, residential real estate and consumer loans. At year-end, we have approximately 13.1% of the loan portfolio in commercial loans, 34.6% in commercial real estate loans, 29.2% in residential real estate loans and 23.1% in consumer loans. Our team of experienced loan officers remain focused on increasing our portfolio by building long-term customer relationships.

During the year, management provided $3.7 million to the allowance for loan losses, a $4.4 million decrease compared to the $8.1 million provision recorded in 2010. This decrease is primarily a result of a lower level of net charge-offs in the current year. Net loan charge-offs in 2011 amounted to $3.1 million compared to $6.2 million in 2010, a decline of $3.1 million. Two key ratios to monitor asset quality performance are the allowance for loan losses to total loans and the non-performing assets to total assets. At year-end 2011, these ratios were 1.72% and 1.09% respectively compared to 1.58% and 0.96% in 2010. Management remains diligent in monitoring local economic conditions and the impact that it may have on our loan portfolio.

Loan strategies for the upcoming year are to grow balances in our loan portfolios responsibly while maintaining our underwriting standards and carefully price new loans in the continuing low interest rate environment.

Stockholders' Equity

Stockholders' equity increased $26.4 million or 30.0% during 2011. The increase in equity was partially the result of the successful common share offering completed in the first quarter of 2011, adding approximately $14 million in new capital. The increase is also the result of net income and mark to market adjustments in the Company's investment securities, offset by cash dividends paid to stockholders during the year. At the end of the year, the bank is considered "well capitalized" under regulatory guidelines. Stockholders received a total of $0.12 per share in cash dividends in 2011.

The new capital that was raised in 2011 will provide the fuel needed to continue to grow our asset base and provide additional revenue producing opportunities. We will remain focused on our core values as we strive to build shareholder value.

Sincerely

Carl D. Culp,
Executive Vice President & CFO

"We remain focused on our core values."

FARMERS WEALTH MANAGEMENT

TRUST · INVESTMENTS · INSURANCE

At its beginning 125 years ago, Farmers National Bank was purely a savings and loan institution, well in keeping with the financial sensibilities of the day. But times have changed, and Farmers has evolved to become the premier provider of diversified financial products in the Mahoning Valley.

Today, Farmers offers a comprehensive array of wealth management services and tools that build and protect our customers' assets.

Trust

Acquired in 2009, Farmers Trust Company is the largest local trust company with $950 million assets under management. Farmers Trust provides all types of trust management services, investment management, estate settlement as well as tax and employee benefit services. To provide the superior personal services we've become known for, Farmers Trust Company employs a highly qualified team of investment professionals, accountants and attorneys at its Boardman and Howland offices.

Please read more about Farmers Trust Company in a joint letter from President and CEO James Sisek and Executive V.P. & Secretary William Hanshaw.

James H. Sisek, Esq.
President & CEO

William Hanshaw
Executive V.P. & Secretary

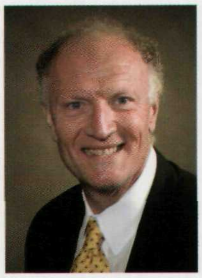
Insurance

To be a truly comprehensive financial services provider, Farmers developed Farmers National Insurance. In March 2010, Farmers National Insurance became a fully operational agency offering life, health, property casualty and Medicare supplemental products. The belief was customers would find the convenience of insurance availability along side banking services attractive, and the result has been a solid foundation for future growth in the insurance agency.

Beside great accessibility through the Farmers website and ease of use, Farmers National Insurance has been successful because it offers competitive pricing on a wide range of products including:

- Auto Insurance
- Homeowners Insurance
- Personal Liability Insurance
- Business Insurance
- Pet Insurance
- Dental & Health Insurance
- Medicare Supplements

Michael A. Taylor
Senior Insurance Representative



David G. Frank, CLU,ChFC
Insurance Representative

Investments

Farmers National Investments is an excellent example of Farmers National Bank's approach to customer service– combining the professional advice and variety of investment products with the availability and personal attention you have come to expect at the Valley's leading community bank.

Today's investment climate offers unprecedented opportunities. At Farmers National Investments, our mission is to help clients take advantage of those opportunities by providing them with three key tools:

1. A clear understanding of their financial goals
2. A well-defined roadmap for help in achieving those goals
3. Advice to help adjust their roadmap when their needs change

From left to right:
Vincent F. Dobransky, Investment Adviser Representative
Philip L. Lammers, Investment Adviser Representative
Daniel A. Cvercko, Investment Executive
Ken Kraft, Investment Executive
Stephen Fisher, Investment Executive

Our services cover all areas of financial management, from investment and retirement planning to risk management and estate conservation. We specialize in helping our clients develop a comprehensive, cohesive financial strategy that fits their unique needs and helps enable them to meet both short and long term objectives. There are many investment options available to customers– both online and in offices throughout the community– but Farmers National Investments stands out among those choices because of its professional, knowledgeable team and its industry-leading customer service.

**Please note that neither Farmers National Investments nor any of its representatives may give legal or tax advice.*
PrimeVest Financial Services, Inc. is an independent, registered broker-dealer, member SIPC/FINRA. Securities and insurance products offered by PrimeVest:-Not FDIC/NCUSIF insured. -May go down in value.-Not financial institution guaranteed.-Not a deposit. - Not insured by any federal government agency. Advisory services may only be offered by Investment Adviser Representatives in connection with an appropriate PrimeVest Advisory Services Agreement and disclosure brochure as provided.

Farmers National Investments has evolved to become the premier provider of diversified financial products in the Mahoning Valley.

Shale Resource Team

Eastern Ohio has become an area of interest for the energy industry and Farmers is ready for the new financial opportunities this industry brings to our community with the creation of our Shale Resource Team.

The Mahoning Valley's geographic fortune places us right at the juncture of the Marcellus Shale and the Utica Shale. These two massive, underground rock formations hold vast reserves of natural gas and oil, and today's energy harvesting technology makes the recovery of these resources more profitable than ever before.

Energy analysts, elected leaders and economic development experts seem to agree that the recent interest in producing oil and gas in eastern Ohio and western Pennsylvania will result in significant land and corporate investments, increased employment and a generally positive impact on our regional and state economies.

Recognizing the opportunities ahead for individuals and companies connected to the shale plays, Farmers created its Shale Resource Team. Staffed with banking professionals, accountants and investment experts, the Shale Resource Team has the expertise needed to assess a customer's needs in managing new shale profits and assets, monitor marketplace conditions and present customers with savings and investment options.

Joseph A. Gerzina
Community President,
Canton-Akron Region

Joe DePascale
CPA, CFP®, AIFA®, CMFS
Farmers Trust Company,
Senior Vice President, Business Development

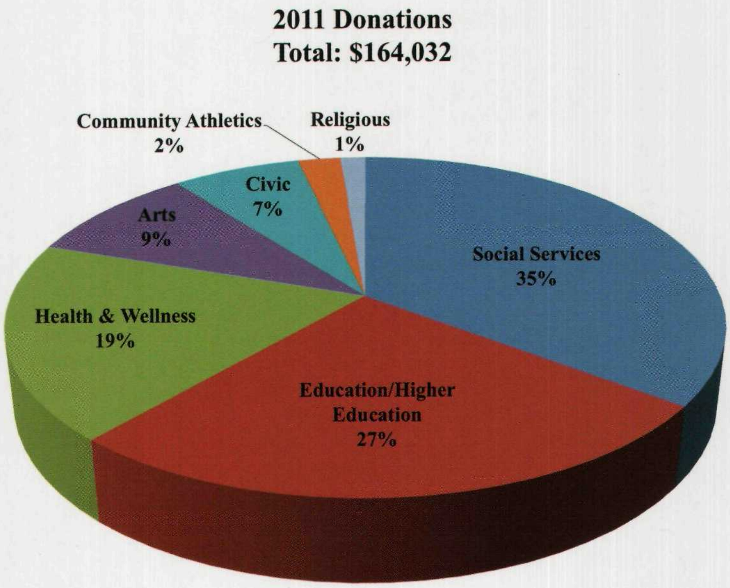
Daniel A. Cvercko
Vice President, Investment Executive,
*Farmers National Investments**

**Securities and insurance products are offered by PrimeVest Financial Services, Inc., an independent, registered broker-dealer. Member FINRA/SIPC. Investment products are *Not FDIC insured *May lose value *Not financial institution guaranteed *Not a deposit *Not insured by any federal government agency.*

We help you keep the investment secure and growing.

Building a Stronger Community

At Farmers National Bank, we believe in giving back to the communities in which we live and work. It's a tradition we've followed since 1887. In 2011, we donated more than $164,000 to strengthen our local non-profits, agencies and community organizations all working to make the Valley a better place. We will continue to support the community, through annual donations that focus on education, cultural enrichment, beautification and economic development. Our philosophy is focused on the success of the Mahoning Valley. In the end we know this will be indicative of our continued success.



Our Farmers mannequins "Ben" and "Emma" stand high atop our billboard on SR 224, where each day thousands of drivers pass them by. The campaign allows us to drive traffic to our website by asking the community for their input on the couples' future. With each new phase of the campaign, the response from the local media and our community has been tremendous.

INVESTOR INFORMATION

Corporate Headquarters: Farmers National Banc Corp.,
20 South Broad Street, P.O. Box 555
Canfield, OH 44406.
Phone 330-533-5127 or Toll Free 1-888-988-3276
Website: www.farmersbankgroup.com

Dividend Payments: Subject to the approval of the Board of Directors, quarterly cash dividends are customarily payable on or about the 30th day of March, June, September and December.

Transfer Agent: Registrar and Transfer Company, Attention: Stock Transfer Services, 10 Commerce Drive Cranford, NJ 07016

Dividend Reinvestment Plan (DRIP): Registered shareholders can purchase additional common shares through Farmers' Dividend Reinvestment Plan. Participation is voluntary and allows for automatic reinvestment of cash dividends and the safekeeping of share certificates. To obtain a prospectus, contact the Registrar and Transfer Co. at 1-800-368-5948.

Direct Deposit of Cash Dividends: The direct deposit program, which is offered at no charge, provides for automatic deposit of quarterly dividends directly to a checking or savings account. For information regarding this program, please contact the Registrar and Transfer Co. at 1-800-368-5948.

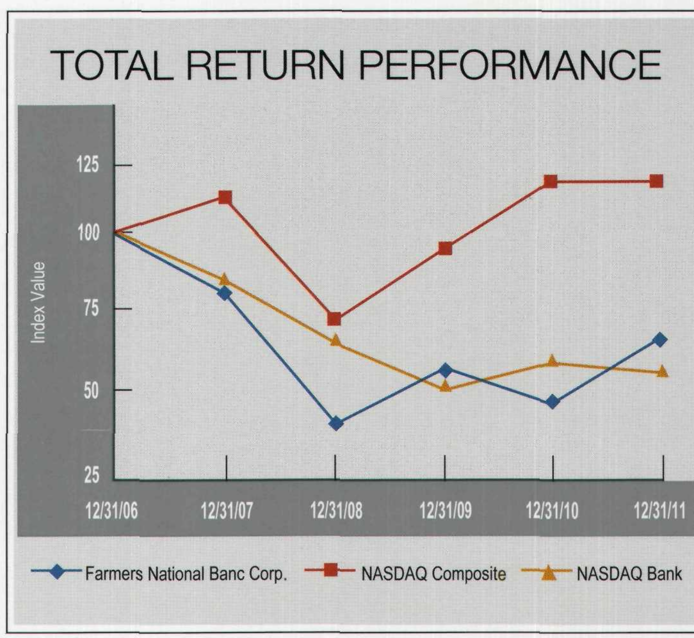
Annual Report on Form 10-K: A copy of the Annual Report on Form 10-K filed with the Securities and Exchange Commission will be provided to any shareholder on request to the attention: Mr. Carl D. Culp, Farmers National Banc Corp., 20 South Broad Street, P.O. Box 555 Canfield, OH 44406

Common Stock Listing and Information as to Stock Prices and Dividends: The Company's common shares trade on the NASDAQ Capital Market under the symbol FMNB. There are approximately six local and/or regional brokerage firms that are known to be relatively active in trading the Company's common shares. Set forth in the accompanying table are per share prices at which common shares have actually been purchased and sold in transactions during the periods indicated, to the knowledge of the Company. Also included in the table are dividends per share paid on the outstanding Company's common shares and any shares dividends paid. As of December 31, 2011, there were 18,757,424 shares outstanding and 3,629 shareholders of record of common shares.

MARKET AND DIVIDEND SUMMARY

Dividend Date	High	Low	Dividend
March 2011	$4.90	$3.00	$0.03
June 2011	$4.94	$4.35	$0.03
September 2011	$4.98	$4.15	$0.03
December 2011	$4.95	$4.21	$0.03
March 2010	$4.80	$4.10	$0.03
June 2010	$4.65	$3.50	$0.03
September 2010	$4.10	$3.47	$0.03
December 2010	$3.70	$3.45	$0.03

The following graph compares the cumulative five year total return to shareholders on Farmers National Banc Corp.'s common shares relative to the cumulative total returns of the NASDAQ Composite index and the NASDAQ Bank index. The graph assumes that the value of the investment in the Company's common shares and in each of the indexes (including reinvestment of dividends) was $100 on 12/31/2006 and tracks it through 12/31/2011.



Period Ending

Index	12/31/06	12/31/07	2/31/08	12/31/09	12/31/10	12/31/11
Farmers National Banc Corp.	100.00	78.03	38.44	54.34	44.33	62.23
NASDAQ Composite	100.00	110.66	66.42	96.54	114.06	113.16
NASDAQ Bank	100.00	80.09	62.84	52.60	60.04	53.74

The stock price performance included in this graph is not necessarily indicative of future stock price performance.

2011

Farmers National Banc Corp.
20 South Broad Street
P.O. Box 555
Canfield, Ohio 44406