
FEDERAL DEPOSIT INSURANCE CORPORATION
Washington, D.C. 20429

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of report (Date of earliest event reported) July 31, 2019

CARTER BANK & TRUST

(Exact name of registrant as specified in its charter)

Virginia (State or other jurisdiction of incorporation)	N/A (Commission File Number)	20-5539935 (IRS Employer Identification No.)
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1300 KINGS MOUNTAIN ROAD MARTINSVILLE, VIRGINIA (Address of principal executive offices)	24112 (Zip Code)
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Registrant's telephone number, including area code **(276)656-1776**

NOT APPLICABLE

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Stock, \$1 par value	CARE	Nasdaq Global Select Market

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange of 1934 (§240.12b-2 of this chapter).

Emerging growth company

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

Item 7.01 Regulation FD Disclosure.

A press release, issued on August 2, 2019, announcing the termination of the Consent Order, described below, is attached hereto as Exhibit 99.1.

The information in this Item 7.01 of this Current Report on Form 8-K is being furnished hereby and shall not be deemed “filed” for any other purpose including for the purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liabilities of that Section, and shall not be deemed incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act regardless of any general incorporation language in such filing unless specifically provided otherwise.

Item 8.01 Other Events.

Carter Bank & Trust (the “Bank”) announced on August 2, 2019, that the Federal Deposit Insurance Corporation and the Virginia Bureau of Financial Institutions terminated their August 2, 2016 Consent Order with the Bank regarding the Bank’s compliance with the Bank Secrecy Act and related regulations and other related anti-money laundering regulations, effective July 31, 2019.

Item 9.01 Financial Statements and Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press release of Carter Bank & Trust dated August 2, 2019

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Carter Bank & Trust

Date: August 2, 2019

By: /s/ Wendy S. Bell
Wendy S. Bell
Executive Vice President &
Chief Financial Officer



CONTACT: Litz H. Van Dyke
Chief Executive Officer
276.656.1776
Litz.VanDyke@CarterBankandTrust.com

FOR IMMEDIATE RELEASE

Carter Bank & Trust Announces Termination of Consent Order

MARTINSVILLE, Virginia (August 2, 2019) – Carter Bank & Trust (NASDAQ:CARE) (the “Bank”) announced today that the Federal Deposit Insurance Corporation (the “FDIC”) and the Virginia Bureau of Financial Institutions (the “Bureau”) have terminated their Consent Order with the Bank. The effective date of the termination was July 31, 2019. The termination of the Consent Order signifies that the FDIC and the Bureau have determined that the Bank has met all of the Consent Order requirements.

The Consent Order was issued on August 2, 2016, in connection with the Bank’s deficiencies in compliance with the Bank Secrecy Act/Anti-Money Laundering. The Bank implemented and adopted best practice industry standards related to sound risk management practices in areas of internal controls, information systems, loan documentation, credit underwriting and asset quality.

“The lifting of this Consent Order is a huge milestone for the Bank and represents our team’s successful effort to build out the risk management infrastructure required to meet the complexities and regulatory standards of the Bank Secrecy Act. The enhanced technology infrastructure that was implemented late 2018 was the last component that enabled us to meet the industry regulatory compliance requirements with regards to BSA/AML. The termination of this Consent Order is validation that our Regulators recognize the tremendous progress we have made and our ongoing commitment to effective risk management,” said Carter Bank & Trust’s Chief Executive Officer, Litz H. Van Dyke.

Van Dyke added, “I want to convey my heartfelt thanks to our employees who have worked tirelessly to strengthen our BSA/AML program. Lots of hard work went into making the termination of this Consent Order a reality. I would also like to acknowledge the commitment of our Board of Directors. Without their support, this positive outcome would not have been possible. With this order behind us, we have made another significant step toward advancing our strategic priority to grow our franchise value.”

About Carter Bank & Trust

Headquartered in Martinsville, Virginia, Carter Bank & Trust is a state-chartered community bank in Virginia with \$4.0 billion in assets and 104 branches in Virginia and North Carolina. For more information, visit www.CarterBankandTrust.com.

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