

PEOPLES BANCORP OF NORTH CAROLINA INC
 Form 4/A
 June 20, 2007

FORM 4 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
 Washington, D.C. 20549

OMB APPROVAL
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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
TERRY WILLIAM GREGORY

2. Issuer Name and Ticker or Trading Symbol
PEOPLES BANCORP OF NORTH CAROLINA INC [PEBK]

5. Relationship of Reporting Person(s) to Issuer
 (Check all applicable)

(Last) (First) (Middle)
518 WEST C STREET
 (Street)
NEWTON, X1 28658
 (City) (State) (Zip)

3. Date of Earliest Transaction (Month/Day/Year)
06/15/2007

4. If Amendment, Date Original Filed(Month/Day/Year)
06/19/2007

Director 10% Owner
 Officer (give title below) Other (specify below)
 6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Ownership (Instr. 4) | | | |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|--|------------|------------------|-----------------------|
| | | | Code | V | Amount | (A) or (D) | Price | | | |
| Common Stock | 03/16/2007 | | J ⁽³⁾ | | 2.7795 | A | \$ 27.98 | 650.8637 | D ⁽¹⁾ | |
| Common Stock | 06/15/2007 | | J ⁽³⁾ | | 2.9496 | A | \$ 29.79 | 653.8133 | D ⁽¹⁾ | |
| Common Stock | 06/15/2007 | | J ⁽⁴⁾ | | 1,273.8018 | A | \$ 0 | 3,821.4055 | D ⁽²⁾ | |
| Common Stock | 06/15/2007 | | J ⁽⁴⁾ | | 550 | A | \$ 0 | 1,650 | I | Drum Funeral Home LLC |
| | 06/15/2007 | | J ⁽⁴⁾ | | 192 | A | \$ 0 | 576 | I | |

| | | | | | | | | |
|--------------|------------|------------------|----------|---|------|----------|------------------|-----------------------|
| Common Stock | | | | | | | | Custodian of Daughter |
| Common Stock | 06/15/2007 | J ⁽⁴⁾ | 175 | A | \$ 0 | 525 | I | Custodian of Son |
| Common Stock | 06/15/2007 | J ⁽³⁾ | 325.4318 | A | \$ 0 | 979.2451 | D ⁽¹⁾ | |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

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(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) | 6. Date Exercisable and Expiration Date (Month/Day/Year) | 7. Title and Amount of Underlying Securities (Instr. 3 and 4) | 8. Price of Derivative Security (Instr. 5) | 9. Number of Derivative Securities Owned Following Reporting Transaction (Instr. 5) |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|---|
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|---|

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|--|---------------|-----------|---------|-------|
| | Director | 10% Owner | Officer | Other |
| TERRY WILLIAM GREGORY 518 WEST C STREET NEWTON, X1 28658 | | X | | |

Signatures

William Gregory Terry
06/20/2007
Date

**Signature of Reporting Person

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

- (1) Shares owned as Joint Tenants with Wife
- (2) Shares held in Directors and Officers Deferral Plan
- (3) Shares acquired as result of cash dividend through Dividend Reinvestment Plan
- (4) Shares acquired as result of 3-for-2 stock split payable 6/15/07

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.