

ITEM 8.01 OTHER EVENTS

TowneBank declares quarterly cash dividend on its common stock. A press release dated November 23, 2016 is attached as Exhibit 99 to this Current Report on Form 8-K and is incorporated herein by reference.

ITEM 9.01 - FINANCIAL STATEMENTS AND EXHIBITS

Exhibit 99: News Release dated November 23, 2016.

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 thereunto duly authorized.

TOWNE BANK
(Registrant)

/s/ Clyde E. McFarland, Jr. _____

Clyde E. McFarland, Jr.
Senior Executive Vice President & Chief Financial Officer

Date: November 23, 2016



News Release

For more information contact:

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FOR IMMEDIATE RELEASE

TOWNEBANK ANNOUNCES QUARTERLY CASH DIVIDEND

Suffolk, Va. – Hampton Roads based TowneBank (NASDAQ: TOWN) announced today that its Board of Directors on November 23, 2016 declared its fourth quarter shareholder cash dividend of \$0.13 per common share payable on January 12, 2017 to shareholders of record on December 30, 2016.

The amount and declaration of future cash dividends are subject to Board of Directors' approval in addition to regulatory restrictions.

About TowneBank:

As one of the top community banks in Virginia and North Carolina, TowneBank operates 38 banking offices serving Chesapeake, Chesterfield County, Glen Allen, Hampton, James City County, Mechanicsville, Newport News, Norfolk, Portsmouth, Richmond, Suffolk, Virginia Beach, Williamsburg, and York County in Virginia, along with Moyock, Grandy, Camden County, Southern Shores, Corolla and Nags Head in North Carolina. Towne also offers a full range of financial services through its controlled divisions and subsidiaries that include Towne Investment Group, Towne Insurance Agency, Towne Benefits, TowneBank Mortgage, TowneBank Commercial Mortgage, Berkshire Hathaway HomeServices Towne Realty, Towne 1031 Exchange, LLC, and Beach Properties of Hilton Head. Local decision-making is a hallmark of its hometown banking strategy that is delivered through the leadership of each group's President and Board of Directors. With total assets of \$7.83 billion as of September 30, 2016, TowneBank is one of the largest banks headquartered in Virginia. ###