

WHETZEL CHARLES E JR  
Form 4  
December 22, 2005

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

OMB APPROVAL

OMB Number: 3235-0287  
Expires: January 31, 2005  
Estimated average burden hours per response... 0.5

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 \*  
WHETZEL CHARLES E JR

(Last) (First) (Middle)

C/O CARTER'S, INC., THE  
PROSCENIUM,, 1170  
PEACHTREE STREET NE, SUITE  
900

(Street)

ATLANTA, GA 30309

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
CARTERS INC [CRI]

3. Date of Earliest Transaction  
(Month/Day/Year)  
05/13/2005

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director  10% Owner  
 Officer (give title below)  Other (specify below)  
Executive VP - Global Sourcing

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 Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|--------------------|------------|---|---|--|-----------------------------------|
|                                 |                                      |  | Code                           | V | Amount             | (A) or (D) |   |   |  |                                   |
| Common Stock                    | 05/13/2005                           |  | A <sup>(1)</sup>               |   | 20,000             | A          | \$ 0  | 249,160 <sup>(6)</sup>  | D  |                                   |
| Common Stock                    | 12/15/2005                           |  | G                              | V | 175 <sup>(2)</sup> | D          | \$ 0  | 248,985   | D  |                                   |
| Common Stock                    | 12/15/2005                           |  | G                              | V | 175 <sup>(2)</sup> | D          | \$ 0  | 248,810   | D  |                                   |
| Common Stock                    | 12/15/2005                           |  | G                              | V | 175 <sup>(2)</sup> | D          | \$ 0  | 248,635   | D  |                                   |
|                                 | 12/15/2005                           |  | G                              | V | 175 <sup>(2)</sup> | D          | \$ 0  | 248,460   | D  |                                   |

|              |            |   |   |                   |                |   |      |         |   |
|--------------|------------|---|---|-------------------|----------------|---|------|---------|---|
| Common Stock |            |   |   |                   |                |   |      |         |   |
| Common Stock | 12/15/2005 | G | V | $\frac{175}{(3)}$ | <sup>(2)</sup> | D | \$ 0 | 248,285 | D |
| Common Stock | 12/15/2005 | G | V | $\frac{175}{(3)}$ | <sup>(2)</sup> | D | \$ 0 | 248,110 | D |
| Common Stock | 12/15/2005 | G | V | $\frac{175}{(3)}$ | <sup>(2)</sup> | D | \$ 0 | 247,935 | D |
| Common Stock | 12/15/2005 | G | V | $\frac{175}{(3)}$ | <sup>(2)</sup> | D | \$ 0 | 247,760 | D |

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

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SEC 1474  
(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) |              |                            |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--------------|----------------------------|
|  |  |                                      |  | Code                           | V (A) (D)   | Date Exercisable   | Expiration Date   | Title        | Amount or Number of Shares |
| Employee Stock Option (Right to Buy)       | \$ 44.01   | 05/13/2005                           |  | A                              | 30,000  | <sup>(4)</sup>   | 05/13/2012  | Common Stock | 30,000                     |
| Employee Stock Option (Right to Buy)       | \$ 6.16  |                                      |  |                                |   | <sup>(5)</sup>   | 08/15/2011  | Common Stock | 194,844                    |

## Reporting Owners

Reporting Owner Name / Address

Relationships

Director 10% Owner Officer Other  
Executive VP - Global Sourcing

WHETZEL CHARLES E JR  
C/O CARTER'S, INC., THE PROSCENIUM,  
1170 PEACHTREE STREET NE, SUITE 900  
ATLANTA, GA 30309

## Signatures

/s/ Charles E.  
Whetzel, Jr.

12/22/2005

\_\_Signature of Reporting  
Person

Date

## 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) These shares are subject to restrictions that lapse upon the satisfaction of certain time and service conditions.
- (2) Gift to child not sharing the same household.
- (3) Mr. Whetzel gifted 700 shares to his wife who subsequently gifted the shares to Mr. and Mrs. Whetzel's children in equal increments of 175 shares.
- (4) These options are time options exercisable in four equal annual installments beginning on May 13, 2006.
- (5) These options are exercisable in five equal annual installments beginning on August 15, 2002.

The total number of shares reflects the subtraction of 2,784 shares that Mr. Whetzel gifted to children not sharing the same household on

- (6) December 17, 2004, as reported on a Form 5 that was filed on February 15, 2005. Mr. Whetzel is not deemed to beneficially own these shares for Section 16 purposes.

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

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