FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

OMB APPROVAL									
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1. Name and Address of Reporting Person* KRAVIS MARIE JOSEE			2. Issuer Name and Ticker or Trading Symbol <u>IAC/INTERACTIVECORP</u> [IACI]		ionship of Reporting Person(all applicable) Director	10% Owner
(Last) 625 PARK AVEN	(First) NUE	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) 09/30/2005		Officer (give title below)	Other (specify below)
(Street) NEW YORK	NY	10021	4. If Amendment, Date of Original Filed (Month/Day/Year)	6. Indivi Line) X	dual or Joint/Group Filing (Cl Form filed by One Reportin Form filed by More than Or	ng Person
(City)	(State)	(Zip)			-	

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)			4. Securities A Disposed Of (I			5. Amount of Securities Beneficially Owned Following Reported	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	v	Amount	(A) or (D)	Price	Transaction(s) (Instr. 3 and 4)		(1150.4)
Common Stock, par value \$0.01 ⁽¹⁾	08/09/2005		J ⁽¹⁾		11,802	D	\$ <mark>0</mark>	0	D	
Common Stock, par value \$0.001 ⁽¹⁾	08/09/2005		J ⁽¹⁾		5,901	A	\$ <mark>0</mark>	5,901	D	
Common Stock, par value \$0.001 ⁽²⁾	09/30/2005		A ⁽²⁾		329	A	\$25.35	6,230	D	

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. Transa Code (8)		5. Num of Deriva Securi Acquir (A) or Dispos of (D) (Instr. and 5)	itive ities red sed 3, 4	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Options to Purchase Common Stock ⁽³⁾	\$25.97	08/09/2005		J ⁽³⁾		2,500		08/09/2005 ⁽⁴⁾	03/12/2011 ⁽⁴⁾	Common Stock	2,500	\$0	2,500	D	
Options to Purchase Common Stock ⁽³⁾	\$27.98	08/09/2005		J ⁽³⁾		5,000		08/09/2005 ⁽⁴⁾	05/30/2011 ⁽⁴⁾	Common Stock	5,000	\$0	5,000	D	
Options to Purchase Common Stock ⁽³⁾	\$26.99	08/09/2005		J(3)		5,000		08/09/2005 ⁽⁴⁾	06/12/2012 ⁽⁴⁾	Common Stock	5,000	\$0	5,000	D	
Restricted Stock Units ⁽⁵⁾	\$0	08/09/2005		յ (5)		2,251		05/29/2006 ⁽⁶⁾⁽⁷⁾	05/29/2006 ⁽⁶⁾⁽⁷⁾	Common Stock	2,251	\$0	2,251	D	
Restricted Stock Units ⁽⁵⁾	\$0	08/09/2005		յ (5)		4,502		06/23/2006 ⁽⁶⁾⁽⁸⁾	06/23/2007 ⁽⁶⁾⁽⁸⁾	Common Stock	4,502	\$0	4,502	D	
Restricted Stock Units ⁽⁵⁾	\$0	08/09/2005		յ (5)		6,753		07/19/2006 ⁽⁶⁾⁽⁹⁾	07/19/2008 ⁽⁶⁾⁽⁹⁾	Common Stock	6,753	\$0	6,753	D	

Explanation of Responses:

1. Reflects the disposition of IAC Common Stock, par value \$0.01 ("Old IAC Common Stock"), and the acquisition of IAC Common Stock, par value \$0.001 ("New IAC Common Stock"), in each case, in connection with the spin-off by IAC/InterActiveCorp ("IAC") of Expedia, Inc. ("Expedia"), which was completed on August 9, 2005 (the "Spin-Off"). The Spin-Off, which was immediately preceded by a one-for-two reverse stock split (the "Reverse Stock Split"), was effected by way of a reclassification, pursuant to which each share of IAC Common Stock. Was reclassified into one share of New IAC Common Stock and 1/100 of a share of IAC Series 1 Mandatory Exchangeable Preferred Stock, which was automatically exchanged into one share of Expedia Common Stock.

2. Represents share units accrued pursuant to the Non-Employee Director Deferred Compensation Plan as of September 30, 2005.

3. In connection with the Spin-Off, each of the reporting person's vested options to purchase shares of Old IAC Common Stock converted into one vested option to purchase shares of New IAC Common Stock and one vested option to purchase shares of Expedia Common Stock, with adjustments to the number of shares subject to each vested option and the option exercise prices based on the relative market capitalizations of IAC and Expedia after giving effect to the Spin-Off and Reverse Stock Split.

4. Other than the adjustments described in footnote 3 above, vested options to purchase New IAC Common Stock received in connection with the Spin-Off have the same terms and conditions, including the same exercise periods, as the vested options to purchase Old IAC Common Stock had immediately prior to the Spin-Off and Reverse Stock Split.

5. In connection with the Spin-Off, all of the reporting person's restricted stock units, which represented the right to receive shares of Old IAC Common Stock ("Old IAC RSUs"), converted into restricted stock units representing the right to receive shares of New IAC Common Stock, with adjustments to the number of shares underlying each restricted stock unit based on the market capitalization of IAC after giving effect to the Spin-Off and Reverse Stock Split ("New IAC RSUs").

6. New IAC RSUs received in connection with the Spin-Off have the same terms and conditions, including the same vesting periods, as Old IAC RSUs had immediately prior to the Spin-Off and Reverse Stock Split. 7. The terms of the initial grant provide for vesting in equal installments over three years on the anniversary of the grant date, May 29, 2003.

8. The terms of the initial grant provide for vesting in equal installments over three years on the anniversary of the grant date, June 23, 2004.

9. The terms of the initial grant provide for vesting in equal installments over three years on the anniversary of the grant date, July 19, 2005.

Joanne Hawkins as Attorney-in-Fact for Marie-Josee Kravis

** Signature of Reporting Person

Date

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

* 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).

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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