FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

	OMB APP	ROVAL						
ОМ	B Number:	3235-0287						
Esti	Estimated average burden							
hou	rs 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).

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

1. Name and Address of Reporting Person* KEOUGH DONALD R /NY						2. Issuer Name and Ticker or Trading Symbol IAC/INTERACTIVECORP [IACI]										5. Relationship of Reporting Person(s) to Issuer (Check all applicable)							
REOUGH DONALD R/N1												•			X C	Director			10% O	wner			
(Last)	(F TH AVENU	irst)	(Middle)			3. Date of Earliest Transaction (Month/Day/Year) 05/29/2006											Officer (elow)	give title		Other (sbelow)	specify		
					4.	4. If Amendment, Date of Original Filed (Month/Day/Year)										6. Individual or Joint/Group Filing (Check Applicable Line)							
(Street) NEW YO	ORK N	Y	10022												- 1	X F		,		rting Perso			
					-												orm fil Person	ed by Moi	re than	One Repo	rting		
(City)	(S	State)	(Zip)																				
		Ta	ble I - Nor	า-Deri\	vativ	ve Se	curi	ities <i>F</i>	Acqu	ıired, I	Disp	osed of	, oı	r Bene	eficiall	y Ow	ned						
1. Title of Security (Instr. 3) 2. Trans Date (Month/					2A. Deemed Execution Date if any (Month/Day/Yea		Code (Instr.		4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4 5)			(A) or 3, 4 and	4 and Securitie Beneficia Owned F		lly	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership					
										Code	v	Amount	(A) or (D)		Price	Reported Transacti (Instr. 3 a					(Instr. 4)		
Common Stock, par value \$0.001 ⁽¹⁾ 05/29				9/20	0/2006				M ⁽¹⁾		2,251		A	\$0	\$0 56,7		733(2)		D				
			Table II -									sed of, onvertib				Own	ed						
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution D if any (Month/Day/	ate, T	Transa Code (I		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		Expi	6. Date Exercisabl Expiration Date (Month/Day/Year)		e and	7. Title and Amount of Securities Underlying Derivative Sec (Instr. 3 and 4)		Security	Deriv	8. Price of Derivative Security (Instr. 5)	9. Number derivative Securitie Beneficia Owned Following Reported Transacti (Instr. 4)	e s ally g	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership (Instr. 4)		
				c	Code	v	(A)	(D)	Date Exe	e rcisable	Ex	piration te	Tit	le	Amount or Number of Shares								
Restricted Stock Units ⁽³⁾	\$0	05/29/2006			М			2,251	05/2	9/2004 ⁽³⁾	05	/29/2006 ⁽³⁾		mmon Stock	2,251	4	\$O	0		D			

Explanation of Responses:

- 1. Represents shares of IAC Common Stock acquired upon the vesting of restricted stock units (see footnote 3).
- 2. Includes (i) 47,339 shares of IAC Common Stock and (ii) 9,394 share units accrued pursuant to the Non-Employee Director Deferred Compensation Plan as of the date of this report. The reporting person is also the indirect beneficial owner of 1,000 shares of IAC Common Stock held by his spouse, of which the reporting person disclaims beneficial ownership.
- 3. 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.

<u>Joanne Hawkins as Attorney-in-</u> <u>Fact for Donald Keough</u> <u>05/31/2006</u>

** 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.

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 Number.