

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL	
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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* <u>KEOUGH DONALD R /NY</u> (Last) (First) (Middle) 711 FIFTH AVENUE (Street) NEW YORK NY 10022 (City) (State) (Zip)	2. Issuer Name and Ticker or Trading Symbol <u>IAC/INTERACTIVECORP [IACI]</u>	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner Officer (give title below) Other (specify below)
	3. Date of Earliest Transaction (Month/Day/Year) 09/30/2005	
4. If Amendment, Date of Original Filed (Month/Day/Year)		

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 Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock, par value \$0.01 ⁽¹⁾	08/09/2005		J ⁽¹⁾		99,544	D	\$0	0	D	
Common Stock, par value \$0.001 ⁽¹⁾	08/09/2005		J ⁽¹⁾		49,772	A	\$0	49,772	D	
Common Stock, par value \$0.001 ⁽²⁾	09/30/2005		A ⁽²⁾		335	A	\$25.35	50,107 ⁽³⁾	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. 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 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
Options to Purchase Common Stock ⁽⁴⁾	\$12.22	08/09/2005		J ⁽⁴⁾		5,000		08/09/2005 ⁽⁵⁾	09/15/2008 ⁽⁵⁾	Common Stock	5,000	\$0	5,000	D	
Options to Purchase Common Stock ⁽⁴⁾	\$11.6	08/09/2005		J ⁽⁴⁾		50,000		08/09/2005 ⁽⁵⁾	09/17/2008 ⁽⁵⁾	Common Stock	50,000	\$0	50,000	D	
Options to Purchase Common Stock ⁽⁴⁾	\$21.2	08/09/2005		J ⁽⁴⁾		5,000		08/09/2005 ⁽⁵⁾	10/01/2009 ⁽⁵⁾	Common Stock	5,000	\$0	5,000	D	
Options to Purchase Common Stock ⁽⁴⁾	\$24.61	08/09/2005		J ⁽⁴⁾		2,500		08/09/2005 ⁽⁵⁾	04/04/2010 ⁽⁵⁾	Common Stock	2,500	\$0	2,500	D	
Options to Purchase Common Stock ⁽⁴⁾	\$28.63	08/09/2005		J ⁽⁴⁾		2,500		08/09/2005 ⁽⁵⁾	05/02/2011 ⁽⁵⁾	Common Stock	2,500	\$0	2,500	D	
Options to Purchase Common Stock ⁽⁴⁾	\$27.98	08/09/2005		J ⁽⁴⁾		2,500		08/09/2005 ⁽⁵⁾	05/30/2011 ⁽⁵⁾	Common Stock	2,500	\$0	2,500	D	
Options to Purchase Common Stock ⁽⁴⁾	\$26.99	08/09/2005		J ⁽⁴⁾		5,000		08/09/2005 ⁽⁵⁾	06/12/2012 ⁽⁵⁾	Common Stock	5,000	\$0	5,000	D	
Restricted Stock Units ⁽⁶⁾	\$0	08/09/2005		J ⁽⁶⁾		2,251		05/29/2006 ⁽⁷⁾⁽⁸⁾	05/29/2006 ⁽⁷⁾⁽⁸⁾	Common Stock	2,251	\$0	2,251	D	
Restricted Stock Units ⁽⁶⁾	\$0	08/09/2005		J ⁽⁶⁾		4,502		06/23/2006 ⁽⁷⁾⁽⁹⁾	06/23/2007 ⁽⁷⁾⁽⁹⁾	Common Stock	4,502	\$0	4,502	D	
Restricted Stock Units ⁽⁶⁾	\$0	08/09/2005		J ⁽⁶⁾		6,753		07/19/2006 ⁽⁷⁾⁽¹⁰⁾	07/19/2008 ⁽⁷⁾⁽¹⁰⁾	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 Old 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. 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.

4. 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.

5. Other than the adjustments described in footnote 4 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.

6. 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").

7. 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.

8. 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.

9. 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.

10. 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 Donald Keough 10/04/2005

** 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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