

EXPEDIA INC  
Form 4  
December 20, 2002

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

OMB APPROVAL

**FORM 4**

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**

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

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

Filed By Romeo & Dye's Instant Form 4 Filer  
www.section16.net

1. Name and Address of Reporting Person* <b>STANGER GREGORY S.</b>  (Last) (First) (Middle) <b>13810 S.E. EASTGATE WAY SUITE 400</b>  (Street) <b>BELLEVUE, WA 98005</b>		2. Issuer Name and Ticker or Trading Symbol <b>EXPEDIA, INC. (EXPE)</b>		6. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director — <input type="checkbox"/> 10% Owner <input checked="" type="checkbox"/> Officer (give title below) — Other (specify below) <b>Senior Vice President and Chief Financial Officer</b>	
		3. I.R.S. Identification Number of Reporting Person, if an entity (voluntary)		4. Statement for Month/Day/Year <b>12/18/2002</b>	
				5. If Amendment, Date of Original (Month/Day/Year)	
				7. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> Form filed by More than One Reporting Person	

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 & 5)			5. Amount of Securities Beneficially Owned Following Reported Transactions(s) (Instr. 3 & 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Ownership (Instr. 4)
				Code	V	Amount	(A) or (D)	Price		
<b>COMMON STOCK</b>		<b>12/18/02</b>		<b>M</b>		<b>2,500</b>	<b>A</b>	<b>\$8.45</b>		
<b>COMMON STOCK</b>		<b>12/18/02</b>		<b>S</b>		<b>2,500</b>	<b>D</b>	<b>\$68.23</b>	<b>12,239</b>	<b>D</b>

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).

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 control number

**FORM 4 (continued) Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security	2. Conversion or Exercise Price of	3. Transaction Date	3A. Deemed Execution Date, if any	4. Transaction Code	5. Number of Derivative	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities	8. Price of Derivative Security (Instr. 5)	9. Number of Derivative Securities Beneficially	10. Ownership Form	11. Nature of Indirect Beneficial Ownership
---------------------------------	------------------------------------	---------------------	-----------------------------------	---------------------	-------------------------	--	--	--	---	--------------------	---

Edgar Filing: EXPEDIA INC - Form 4

(Instr. 3)	Derivative Security	(Month/Day/Year)	if any (Month/Day/Year)	(Instr. 8)		Securities Acquired (A) or Disposed of (D)		Year	(Instr. 3 & 4)		Owned Following Reported Transaction(s) (Instr. 4)	of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)	(Instr. 4)		
				Code	V	(A)	(D)		Date Exer-cisable	Expira-tion Date				Title	Amount or Number of Shares
<b>Options (Right to Buy)</b>	<b>\$8.45</b>	<b>12/18/02</b>		<b>M</b>		<b>2,500</b>	<b>(2)</b>		<b>07/02/05</b>	<b>Common Stock</b>	<b>2,500</b>	<b>\$8.45</b>	<b>108,024</b>	<b>D</b>	

Explanation of Responses:

- (1) 13,649 shares vested on 1/01/00, and 13,649 shares vest every six month period thereafter, being fully vested on 1/01/02.  
 (2) 15,871 shares vested on 01/02/00, and 15,871 shares vest every six month period thereafter, being fully vested on 01/02/03

By: /s/ **Gregory S. Stanger** 12/20/2002  
 by **Maja D. Chaffe, his attorney-in-fact** Date  
 \*\*Signature of Reporting Person

\*\*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.