

AVI BIOPHARMA INC
 Form 4
 February 21, 2006

FORM 4

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

OMB APPROVAL

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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 *
IVERSEN PATRICK L

(Last) (First) (Middle)

ONE SW COLUMBIA, SUITE 1105

(Street)

PORTLAND, OR 97258

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
AVI BIOPHARMA INC [AVII]

3. Date of Earliest Transaction
 (Month/Day/Year)
02/16/2006

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)
Sr VP of Research & Development

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 Indirect Beneficial Ownership (Instr. 4)
				(A) or (D) Code V Amount (D) Price			
Common Stock					44,919	D	
Common Stock					3,000	I	by Spouse
Common Stock					6,000	I	by Trust

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

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number.

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 Underlying Security (Instr. 3 and 4)
				Code V	(A) (D)	Date Exercisable Expiration Date	Title
Incentive Stock Option (right to buy)	\$ 7.35	02/16/2006		A	23,605	02/16/2007 ⁽¹⁾ 02/16/2016	Common Stock
Incentive Stock Option (right to buy)	\$ 7.35	02/16/2006		A	1,000	02/16/2007 ⁽¹⁾ 02/16/2011	Common Stock
Incentive Stock Option (right to buy)	\$ 7.35	02/16/2006		A	310	02/16/2006 ⁽²⁾ 02/16/2011	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 7.35	02/16/2006		A	51,395	02/16/2007 ⁽¹⁾ 02/16/2016	Common Stock
Incentive Stock Option (right to buy)	\$ 2.53					02/22/2006 ⁽¹⁾ 02/22/2015	Common Stock
Incentive Stock Option (right to buy)	\$ 3.6875					01/21/2000 01/21/2009	Common Stock
Incentive Stock Option (right to buy)	\$ 5.35					12/05/2004 12/05/2012	Common Stock
Incentive Stock Option (right to buy)	\$ 5.75					01/03/2001 01/03/2010	Common Stock
Incentive Stock Option (right to buy)	\$ 6.6875					09/11/1998 09/01/2007	Common Stock
Incentive Stock Option (right to buy)	\$ 2.53					07/15/2005 ⁽³⁾ 02/22/2010	Common Stock

Non-Qualified Stock Option (right to buy)	\$ 3.6875	01/21/2000	01/21/2009	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 5.35	12/05/2003	12/05/2012	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 5.75	01/03/2001	01/03/2010	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 6.625	01/01/1999	02/02/2008	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 6.6875	09/11/1998	09/01/2007	Common Stock

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
IVERSEN PATRICK L ONE SW COLUMBIA, SUITE 1105 PORTLAND, OR 97258	X		Sr VP of Research & Development	

Signatures

By: Mark M. Webber, Attorney-in-fact For: Patrick L. Iversen

02/21/2006

__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) The Stock Option Grant vest as follows: 1/3 vest one year from date of grant and 1/3 each year thereafter until all shares vest three years from grant date.
 - (2) Grant vest 100% on grant date.
 - (3) Grant vest 100% at July 15, 2005.

Remarks:

The amount of Securities Beneficially Owned include shares acquired through the Company's registered Employee Stock Purchase Plan.

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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