AUTONATION, INC. Form SC 13D/A October 31, 2011

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

SCHEDULE 13D

Under the Securities Exchange Act of 1934 (Amendment No. 31)*

AutoNation, Inc.

(Name of Issuer)

Common Stock, par value \$0.01 per share

(Title of Class of Securities)

05329W102

(CUSIP Number)

Amanda N. Persaud

Wachtell, Lipton, Rosen & Katz

51 West 52nd Street

New York, New York 10019

(212) 403-1000

(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)

October 27, 2011

(Date of Event Which Requires Filing of This Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of §§ 240.13d-1(e), 240.13d-1(f), or 240.13d-1(g), check the following box:

Note: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See §240.13d-7 for other parties to whom copies are to be sent.

* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 (the "Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

CUSIP No. 05329W102 Page 2 of NAME OF REPORTING PERSON 1 ESL Partners, L.P. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP 2 (a) x (b) " SEC USE ONLY 3 SOURCE OF FUNDS 4 N/A CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION 6 Delaware **SOLE VOTING POWER** 7 42,191,012 NUMBER OF SHARED VOTING POWER **SHARES** 8 **BENEFICIALLY** 0 OWNED BY SOLE DISPOSITIVE POWER **EACH** 9 REPORTING 42,191,012 PERSON WITH SHARED DISPOSITIVE POWER 10 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 11 78,954,909 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES 12 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

56.4%

14 TYPE OF REPORTING PERSON

3

CUSIP No. 05329W102

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NAME OF REPORTING PERSON

1 ESL Institutional Partners, L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) x (b) "

SEC USE ONLY

3

SOURCE OF FUNDS

4

N/A

CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED

PURSUANT TO ITEM 2(d) OR 2(e)

..

CITIZENSHIP OR PLACE OF ORGANIZATION

6

Delaware

		SOLE VOTING POWER
	7	
NUMBER OF SHARES BENEFICIALLY	8	6,526 SHARED VOTING POWER
OWNED BY EACH		0 SOLE DISPOSITIVE POWER
REPORTING PERSON WITH	9	6,526 SHARED DISPOSITIVE POWER
	10	

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

78,954,909

CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

12

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

56.4%

CUSIP No. 05329W102 Page 4 of NAME OF REPORTING PERSON 1 ESL Investors, L.L.C. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP 2 (a) x (b) " SEC USE ONLY 3 SOURCE OF FUNDS 4 N/A CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION 6 Delaware **SOLE VOTING POWER** 7 12,882,401 NUMBER OF SHARED VOTING POWER **SHARES** 8 **BENEFICIALLY** 0 OWNED BY SOLE DISPOSITIVE POWER **EACH** 9 REPORTING 12,882,401 PERSON WITH SHARED DISPOSITIVE POWER 10 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 11 78,954,909 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES **12** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

56.4%

14 TYPE OF REPORTING PERSON

Page 5 of

16

NAME OF REPORTING PERSON 1 ESL Investments, Inc. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP 2 (a) x (b) " SEC USE ONLY 3 SOURCE OF FUNDS 4 N/A CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION 6 Delaware **SOLE VOTING POWER** 7 60,160,621 NUMBER OF SHARED VOTING POWER **SHARES** 8 **BENEFICIALLY** 0 OWNED BY

0
AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

78,954,909

EACH

REPORTING

PERSON WITH

CUSIP No. 05329W102

CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

60,160,621

SOLE DISPOSITIVE POWER

SHARED DISPOSITIVE POWER

12 ..

11

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

9

10

13

56.4%

CUSIP No. 05329W102 Page 6 of NAME OF REPORTING PERSON 1 CBL Partners, L.P. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP 2 (a) x (b) " SEC USE ONLY 3 SOURCE OF FUNDS 4 N/A CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION 6 Delaware **SOLE VOTING POWER** 7 5,080,682 NUMBER OF SHARED VOTING POWER **SHARES** 8 **BENEFICIALLY** 0 OWNED BY SOLE DISPOSITIVE POWER **EACH** 9 REPORTING 5,080,682 PERSON WITH SHARED DISPOSITIVE POWER 10 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 11 78,954,909 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES **12**

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

56.4%

14 TYPE OF REPORTING PERSON

CUSIP No. 05329W102 Page 7 of NAME OF REPORTING PERSON 1 Tynan, LLC CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP 2 (a) x (b) " SEC USE ONLY 3 SOURCE OF FUNDS 4 N/A CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION 6 Delaware **SOLE VOTING POWER** 7 83,545 NUMBER OF SHARED VOTING POWER **SHARES** 8 **BENEFICIALLY** 0 OWNED BY SOLE DISPOSITIVE POWER **EACH** 9 REPORTING 60,956 PERSON WITH SHARED DISPOSITIVE POWER 10 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 11 78,954,909 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES **12** PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) 13

56.4%

14 TYPE OF REPORTING PERSON

OO

CUSIP No. 05329W102 Page 8 of 16

NAME OF REPORTING PERSON

1 RBS Partners, L.P.

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) x (b) "

SEC USE ONLY

3

SOURCE OF FUNDS

4

N/A

CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED

PURSUANT TO ITEM 2(d) OR 2(e)

..

CITIZENSHIP OR PLACE OF ORGANIZATION

6

Delaware

		SOLE VOTING POWER
	7	
NUMBER OF		55,073,413
SHARES	_	SHARED VOTING POWER
BENEFICIALLY	8	0
OWNED BY		0 SOLE DISPOSITIVE POWER
EACH	9	SOLE DISPOSITIVE POWER
REPORTING	,	55,073,413
PERSON WITH		SHARED DISPOSITIVE POWER
	10	
		0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

78,954,909

CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

12

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

56.4%

CUSIP No. 05329W102 Page 9 of NAME OF REPORTING PERSON 1 RBS Investment Management, L.L.C. CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP 2 (a) x (b) " SEC USE ONLY 3 SOURCE OF FUNDS 4 N/A CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM 2(d) OR 2(e) CITIZENSHIP OR PLACE OF ORGANIZATION 6 Delaware **SOLE VOTING POWER** 7 6,526 NUMBER OF SHARED VOTING POWER **SHARES** 8 **BENEFICIALLY** 0 OWNED BY SOLE DISPOSITIVE POWER **EACH** 9 REPORTING 6,526 PERSON WITH SHARED DISPOSITIVE POWER 10 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON 11 78,954,909 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

12

13

56.4%

14 TYPE OF REPORTING PERSON

17

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16

CUSIP No. 05329W102

56.4%

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NAME OF REPORTING PERSON
1
   Edward S. Lampert
   CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP
2
   (a) x
   (b) "
   SEC USE ONLY
3
   SOURCE OF FUNDS
4
   N/A
   CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED
   PURSUANT TO ITEM 2(d) OR 2(e)
   CITIZENSHIP OR PLACE OF ORGANIZATION
6
   United States
                                       SOLE VOTING POWER
                              7
                                       78,601,014
    NUMBER OF
                                        SHARED VOTING POWER
      SHARES
                              8
   BENEFICIALLY
                                       0
    OWNED BY
                                        SOLE DISPOSITIVE POWER
       EACH
                              9
    REPORTING
                                       63,366,532
   PERSON WITH
                                        SHARED DISPOSITIVE POWER
                              10
   AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON
11
   78,954,909
   CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES
12
   PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
13
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CUSIP No. 05329W102

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NAME OF REPORTING PERSON
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William C. Crowley

CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP

(a) x (b) "

SEC USE ONLY

3

SOURCE OF FUNDS

4

N/A

CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED

PURSUANT TO ITEM 2(d) OR 2(e)

..

CITIZENSHIP OR PLACE OF ORGANIZATION

6

UNITED STATES

		SOLE VOTING POWER
	7	
NUMBER OF		353,895
NUMBER OF SHARES		SHARED VOTING POWER
BENEFICIALLY	8	
OWNED BY		0
EACH		SOLE DISPOSITIVE POWER
REPORTING	9	
PERSON WITH		270,233
FERSON WITH		SHARED DISPOSITIVE POWER
	10	
		0

AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON

11

78,954,909

CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES

12

PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)

13

56.4%

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This Amendment No. 31 to Schedule 13D (this "Amendment No. 31") relates to shares of common stock, par value \$0.01 per share ("Shares"), of AutoNation, Inc. (the "Issuer"). This Amendment No. 31 supplementally amends the statement on Schedule 13D, as amended, filed by a group consisting of ESL Partners, L.P., a Delaware limited partnership ("ESL"), ESL Institutional Partners, L.P., a Delaware limited partnership ("Institutional"), ESL Investors, L.L.C., a Delaware limited liability company ("Investors"), ESL Investments, Inc., a Delaware corporation ("Investments"), CBL Partners, L.P., a Delaware limited partnership ("CBL"), Tynan, LLC, a Delaware limited liability company ("Tynan"), RBS Partners, L.P., a Delaware limited partnership ("RBS"), RBS Investment Management, L.L.C., a Delaware limited liability company ("RBSIM"), Edward S. Lampert and William C. Crowley, both United States citizens, by furnishing the information set forth below. ESL, Institutional, Investors, Investments, CBL, Tynan, RBS, RBSIM, Mr. Lampert and Mr. Crowley are collectively defined as the "Filing Persons." Unless set forth below, all previous Items are unchanged. Capitalized terms used herein which are not defined herein have the meanings given to them in the Schedule 13D, as amended, previously filed with the Securities and Exchange Commission.

The Filing Persons are filing this Amendment No. 31 to report recent open-market sales of Shares that have decreased the amount of Shares that the Filing Persons may be deemed to beneficially own by an amount greater than one percent of the outstanding Shares of the Issuer.

Item 5. Interest in Securities of the Issuer

Item 5 is hereby amended and restated in its entirety to read as follows:

(a)-(b) As of October 31, 2011, the Filing Persons may be deemed to beneficially own an aggregate of 78,954,909 Shares (approximately 56.4% of the outstanding Shares based on the Issuer having 139,898,186 Shares outstanding on October 19, 2011, as disclosed in the Issuer's last quarterly report on Form 10-Q filed October 21, 2011.

	NUMBER OF	PERCENTAGE				
	SHARES	OF	SOLE	SHARED	SOLE	SHARED
REPORTING	BENEFICIALLY	OUTSTANDING	VOTING	VOTING	DISPOSITIVE	DISPOSITIVE
PERSON	OWNED	SHARES	POWER	POWER	POWER	POWER
ESL Partners,						
L.P.	78,954,909 (1)	56.4%	42,191,012	0	42,191,012	0
ESL Institutional		56.4%				
Partners, L.P.	78,954,909 (1)		6,526	0	6,526	0
ESL Investors,		56.4%				
L.L.C.	78,954,909 (1)		12,882,401	0	12,882,401	0
ESL Investments,		56.4%	60,160,621			
Inc.	78,954,909 (1)		(2)	0	60,160,621 (2)	0
CBL Partners,		56.4%				
L.P.	78,954,909 (1)		5,080,682	0	5,080,682	0
Tynan, LLC	78,954,909 (1)	56.4%	83,545	0	60,956 (3)	0
RBS Partners,		56.4%	55,073,413			
L.P.	78,954,909 (1)		(4)	0	55,073,413 (4)	0
RBS Investment		56.4%				
Management,						
L.L.C.	78,954,909 (1)		6,526 (5)	0	6,526 (5)	0
Edward S.		56.4%	78,601,014			
Lampert	78,954,909 (1)		(6)	0	63,366,532 (3)	0

William C. 56.4%

Crowley 78,954,909 (1) 353,895 (7) 0 270,233 (3) 0

- (1) This number consists of 42,191,012 Shares held by ESL, 6,526 Shares held by Institutional, 12,882,401 Shares held in an account established by the investment member of Investors, 5,080,682 Shares held by CBL, 83,545 Shares held by Tynan, 18,440,393 Shares held by Mr. Lampert, 95,350 Shares held by Mr. Crowley and 175,000 Shares issuable upon the exercise of director stock options held by Mr. Crowley.
- (2) This number consists of 42,191,012 Shares held by ESL, 6,526 Shares held by Institutional, 12,882,401 Shares held in an account established by the investment member of Investors and 5,080,682 Shares held by CBL.
- (3) This number excludes shares subject to the Lock-Up Agreement described herein.
- (4) This number consists of 42,191,012 Shares held by ESL and 12,882,401 Shares held in an account established by the investment member of Investors.
- (5) This number consists of 6,526 Shares held by Institutional.

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Page	1.5	OI	10

- (6) This number consists of 42,191,012 Shares held by ESL, 6,526 Shares held by Institutional, 12,882,401 Shares held in an account established by the investment member of Investors, 5,080,682 Shares held by CBL and 18,440,393 Shares held by Mr. Lampert.
- (7) This number consists of 83,545 Shares held by Tynan, 95,350 Shares held by Mr. Crowley and 175,000 Shares issuable upon the exercise of director stock options held by Mr. Crowley.
- (c) Other than as set forth in Annex A hereto, there have been no transactions in Shares by any of the Filing Persons in the past sixty days by the Filing Persons.
- (d) Not applicable.
- (e) Not applicable.

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SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated: October 31, 2011

ESL PARTNERS, L.P.

By: RBS Partners, L.P., as its general partner

By: ESL Investments, Inc., as its general partner

By: /s/ Adrian J. Maizey

Name: Adrian J. Maizey
Title: Chief Financial Officer

ESL INSTITUTIONAL PARTNERS, L.P.

By: RBS Investment Management, L.L.C., as its general partner

By: ESL Investments, Inc., as its manager

By: <u>/s/ Adrian J. Maizey</u>

Name: Adrian J. Maizey
Title: Chief Financial Officer

ESL INVESTORS, L.L.C.

By: RBS Partners, L.P., as its manager

By: ESL Investments, Inc., as its general partner

By: /s/ Adrian J. Maizey

Name: Adrian J. Maizey
Title: Chief Financial Officer

ESL INVESTMENTS, INC.

By: /s/ Adrian J. Maizey

Name: Adrian J. Maizey
Title: Chief Financial Officer

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CBL PARTNERS, L.P.
By: ESL Investments, Inc., as its general partner
By: /s/ Adrian J. Maizey Name: Adrian J. Maizey Title: Chief Financial Officer
TYNAN, LLC
By: /s/ William C. Crowley Name: William C. Crowley Title: Manager
RBS PARTNERS, L.P.
By: ESL Investments, Inc., as its general partner
By: /s/ Adrian J. Maizey Name: Adrian J. Maizey Title: Chief Financial Officer
RBS INVESTMENT MANAGEMENT, L.L.C.
By: ESL Investments, Inc., as its manager
By: /s/ Adrian J. Maizey Name: Adrian J. Maizey Title: Chief Financial Officer
EDWARD S. LAMPERT
/s/ Edward S. Lampert Edward S. Lampert
WILLIAM C. CROWLEY
/s/ William C. Crowley William C. Crowley

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ANNEX A

Recent Transactions by the Filing Persons in the Securities of AutoNATION, Inc.

Entity	Date of Transaction	Nature of Transaction	Number of Shares of Common Stock	Weighted Average Price per Share (\$)
ESL Partners, L.P.	8/31/2011	Open Market Sales 265,054		\$40.88
ESL Partners, L.P.	9/1/2011	Open Market Sales	100,959	\$40.72
ESL Partners, L.P.	10/24/2011	Open Market Sales	188,124	\$40.81
ESL Partners, L.P.	10/25/2011	Open Market Sales	85,070	\$40.16
ESL Partners, L.P.	10/26/2011	Open Market Sales	193,867	\$40.01
ESL Partners, L.P.	10/27/2011	Open Market Sales	1,047,902	\$40.25
ESL Partners, L.P.	10/28/2011	Open Market Sales	45,343	\$40.20
ESL Institutional Partners,	8/31/2011	Open Market Sales	,	
L.P.		•	25	\$40.88
ESL Institutional Partners,	9/1/2011	Open Market Sales		
L.P.		•	9	\$40.72
ESL Institutional Partners,	10/24/2011	Open Market Sales		
L.P.		•	17	\$40.81
ESL Institutional Partners,	10/25/2011	Open Market Sales		
L.P.		-	8	\$40.16
ESL Institutional Partners,	10/26/2011	Open Market Sales		
L.P.		_	18	\$40.01
ESL Institutional Partners,	10/27/2011	Open Market Sales		
L.P.			97	\$40.25
ESL Institutional Partners,	10/28/2011	Open Market Sales		
L.P.			4	\$40.20
CBL Partners LP	8/31/2011	Open Market Sales	19,188	\$40.88
CBL Partners LP	9/1/2011	Open Market Sales	7,309	\$40.72
CBL Partners LP	10/24/2011	Open Market Sales	13,621	\$40.81
CBL Partners LP	10/25/2011	Open Market Sales	6,160	\$40.16
CBL Partners LP	10/26/2011	Open Market Sales	14,037	\$40.01
CBL Partners LP	10/27/2011	Open Market Sales	75,874	\$40.25
CBL Partners LP	10/28/2011	Open Market Sales	3,283	\$40.20
Edward S. Lampert	8/31/2011	Open Market Sales	12,106	\$40.88
Edward S. Lampert	9/1/2011	Open Market Sales	4,611	\$40.72
Edward S. Lampert	10/24/2011	Open Market Sales	8,595	\$40.81
Edward S. Lampert	10/25/2011	Open Market Sales	3,886	\$40.16
Edward S. Lampert	10/26/2011	Open Market Sales	8,857	\$40.01
Edward S. Lampert	10/27/2011	Open Market Sales	47,879	\$40.25
Edward S. Lampert	10/28/2011	Open Market Sales	2,074	\$40.20
Tynan, LLC ¹	8/31/2011	Open Market Sales	1,016	\$40.88
Tynan, LLC ¹	9/1/2011	Open Market Sales	387	\$40.72
Tynan, LLC ¹	10/24/2011	Open Market Sales	758	\$40.81
Tynan, LLC ¹	10/25/2011	Open Market Sales	343	\$40.16

Tynan, LLC ¹	10/26/2011	Open Market Sales	781	\$40.01
Tynan, LLC ¹	10/27/2011	Open Market Sales	4,229	\$40.25
Tynan, LLC ¹	10/28/2011	Open Market Sales	183	\$40.20
William C. Crowley	10/28/2011	Exercise of Director		
		Stock Options	50,000	\$12.60
William C. Crowley	10/28/2011	Surrender of Shares in		
		Lieu of Cash for		
		Options Exercise	15,723	\$40.07

 $^{^1\}mbox{William}$ C. Crowley is the sole manager of and a member of Tynan, LLC.