FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL OMB Number: Estimated average burden hours 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* COTTER MARGARET							2. Issuer Name and Ticker or Trading Symbol READING INTERNATIONAL INC [RDI]								S. Relationship of Reporting Person(s) to Issuer (Check all applicable) X Director 10% Owner				
(Last) (First) (Middle) 189 SECOND AVENUE SUITE 3N						3. Date of Earliest Transaction (Month/Day/Year) 09/08/2006								Officer (give title below)			Othe belo	r (specify w)	
(Street) NEW YORK NY 10003					- 4. If	4. If Amendment, Date of Original Filed (Month/Day/Year)								Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting Person					
(City)	(State)	(2	Zip)															
			Tabl	e I - N	lon-Deri\	/ative	Sec	uritie	s Ac	quire	d, D	isposed o	f, or B	enefici	ally Own	ed			
1. Title of Security (Instr. 3) 2. Transaction Date (Month/Day/Y							Execution Date,						s Acquired (A) or If (D) (Instr. 3, 4 and !		5) Securition Beneficition Owned I	5. Amount of Securities Beneficially Owned Following Reported		Direct Indirect str. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
										Code	v	Amount	(A) or (D)	Price	Transac (Instr. 3	tion(s)			(111501. 4)
Class A Nonvoting Common Stock															199	,207		D	
Class A Nonvoting Common Stock 09/08/200						006)6			P		330,000(1)	A	\$5.44	(2) 330,	330,000(1)		I	Cotter Enterprises, LLC
	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)	e Conversion Date Execution or Exercise (Month/Day/Year) if any		emed iion Date, a/Day/Year)	Code (Instr.		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		Expir: (Mont	te Exer ation E th/Day/	Year)	7. Title and Amount of Securities Underlying Derivative Security (Instr. : and 4) Amount or Number of Title Shares		8. Price of Derivative Security (Instr. 5)	Derivative derivative Security Securities		10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4	Beneficial Ownership (Instr. 4)		

Explanation of Responses:

- 1. These shares are part of 1,000,000 shares owned by Cotter Enterprises, LLC, in which the Cotter 2005 Children's Trust U/D/T dated December 31, 2005 (the "Trust") holds a 99% non-voting interest. Ms. Cotter is a trustee of the Trust and is one of three equal beneficiaries of the Trust and, as such, has a pecuniary interest in the shares shown.
- 2. Price reflects the price paid for a 33% non-voting interest in Cotter Enterprises, LLC, and represents a discount from the value of the underlying securities reflecting the illiquid and non-controlling nature of the limited liability company membership interest involved. The price is subject to adjustment upward or downward based on a third party appraisal, which is currently in process.

Remarks:

/s/ Margaret Cotter

09/08/2006

** 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.