

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL

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SCHEDULE 13D

**Under the Securities Exchange Act of 1934
(Amendment No. 3)**

Reading International, Inc.

(Name of Issuer)

Class B Voting Common Stock

(Title of Class of Securities)

755408200

(CUSIP Number)

Andrew E. Shapiro

Lawndale Capital Management, LLC

591 Redwood Highway, Suite 2345

Mill Valley, CA 94941

415-389-8258

Christopher J. Rupright, Esq.

Shartsis, Friese & Ginsburg LLP

One Maritime Plaza, 18th Floor

San Francisco, CA 94111

415-421-6500

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

August 15, 2005

(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 sections 240.13d-1(e), 240.13d-1(f) or 140.13d-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 section 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 the disclosures provided in a prior cover page.

The information required in 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 ("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).

Potential persons who are to 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.

1. Names of Reporting Persons. I.R.S. Identification Nos. of above persons (entities only).

Lawndale Capital Management, LLC

2. Check the Appropriate Box if a Member of a Group (See Instructions)

(a) **XXX**

(b) _____

3. SEC Use Only

4. Source of Funds (See Instructions) **AF**

5. Check if Disclosure of Legal Proceedings Is Required Pursuant to Items 2(d) or 2(e) _____

6. Citizenship or Place of Organization **California**

Number of Shares Beneficially Owned by Each Reporting Person With	7. Sole Voting Power -0-
	8. Shared Voting Power 132,380
	9. Sole Dispositive Power -0-
	10. Shared Dispositive Power 132,380

11. Aggregate Amount Beneficially Owned by Each Reporting Person **132,380**

12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions) _____

13. Percent of Class Represented by Amount in Row (11) **8.9%**

14. Type of Reporting Person (See Instructions)

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IA

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1. Names of Reporting Persons. I.R.S. Identification Nos. of above persons (entities only).

Andrew E. Shapiro

2. Check the Appropriate Box if a Member of a Group (See Instructions)

(a) **XXX**

(b) _____

3. SEC Use Only

4. Source of Funds (See Instructions) **AF**

5. Check if Disclosure of Legal Proceedings Is Required Pursuant to Items 2(d) or 2(e) _____

6. Citizenship or Place of Organization **United States**

Number of Shares Beneficially Owned by Each Reporting	7. Sole Voting Power -0-
	8. Shared Voting Power 132,380
	9. Sole Dispositive Power -0-
	10. Shared Dispositive Power 132,380

- 11. Aggregate Amount Beneficially Owned by Each Reporting Person **132,380**
- 12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions) _____
- 13. Percent of Class Represented by Amount in Row (11) **8.9%**
- 14. Type of Reporting Person (See Instructions)

IN

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- 1. Names of Reporting Persons. I.R.S. Identification Nos. of above persons (entities only).

Diamond A. Partners, L.P.

- 2. Check the Appropriate Box if a Member of a Group (See Instructions)
 - (a) _____
 - (b) _____
- 3. SEC Use Only
- 4. Source of Funds (See Instructions) **WC**
- 5. Check if Disclosure of Legal Proceedings Is Required Pursuant to Items 2(d) or 2(e) _____
- 6. Citizenship or Place of Organization **California**

Number of Shares Beneficially Owned by Each Reporting Person With	7. Sole Voting Power -0-
	8. Shared Voting Power 117,440
	9. Sole Dispositive Power -0-
	10. Shared Dispositive Power 117,440

- 11. Aggregate Amount Beneficially Owned by Each Reporting Person **117,440**
- 12. Check if the Aggregate Amount in Row (11) Excludes Certain Shares (See Instructions) _____
- 13. Percent of Class Represented by Amount in Row (11) **7.9%**
- 14. Type of Reporting Person (See Instructions)

PN

Item 1. Security and Issuer

This statement relates to shares of Class B Voting Common Stock (the "Stock") of **Reading International, Inc.** (the "Issuer"). The principal executive office of the Issuer is located at **500 Citadel Drive, Suite 300, Commerce, CA 90040.**

Item 2. Identity and Background

The persons filing this statement and the persons enumerated in Instruction C of Schedule 13D and, where applicable, their respective places of organization, general partners, directors, executive officers and controlling persons, and the information regarding them, are as follows:

(a) **Lawndale Capital Management, LLC, a California limited liability company ("LCM"), Diamond A. Partners, L.P., a California limited partnership ("DAP"), and Andrew E. Shapiro ("Shapiro")**
(collectively, the "Filers").

DAP is filing this statement jointly with the other Filers, but not as a member of a group and expressly disclaims membership in a group.

(b) The business address of the Filers is
**591 Redwood Highway, Suite 2345
Mill Valley, CA 94941**

(c) Present principal occupation or employment of the Filers and the name, principal business and address of any corporation or other organization in which such employment is conducted:

LCM is the investment adviser to and the general partner of DAP, which is an investment limited partnership. Shapiro is the sole manager of LCM.

(d) During the last five years, none of the Filers has been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors).

(e) During the last five years, none of the Filers was a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

(f) **Shapiro is a citizen of the United States of America.**

Item 3. Source and Amount of Funds or Other Consideration

The source and amount of funds used in purchasing the Stock were as follows:

Purchaser	Source of Funds	Amount
LCM	Funds Under Management (1)	540,817.09
DAP	Working Capital	483,577.17

(1) Includes funds of DAP invested in Stock.

Item 4. Purpose of Transaction

The Filers ("Lawndale") have been and may continue to be in contact with Reading International, Inc.'s ("Reading") management, members of Reading's Board of Directors, other significant shareholders and others regarding alternatives that Reading could employ to maximize shareholder value.

Lawndale believes that the public market value of Reading is undervalued by not adequately reflecting the value of Reading's underlying business and assets and the potential value from its large real estate developments in New York City, Australia and New Zealand and its movie theater chains in Australia and New Zealand.

Lawndale acquired the Stock solely for investment purposes, and Lawndale may from time to time buy or sell the Stock at its discretion.

Item 5. Interest in Securities of the Issuer

The beneficial ownership of the Stock by each Filer at the date hereof is reflected on that Filer's cover page.

The Filers effected the following transactions in the Stock through the American Stock Exchange on the dates indicated, and such transactions are the only transactions in the Stock by the Filers since June 26, 2005:

Name	Purchase or Sale	Date	Number of Shares	Price Per Share

DAP	P	6/24/05	200	7.04
DAP	P	6/29/05	500	7.14
DAP	P	7/26/05	800	7.14
DAP	P	7/28/05	200	7.34
DAP	P	7/29/05	400	7.44
DAP	P	8/4/05	300	7.49
DAP	P	8/8/05	200	7.84
DAP	P	8/15/05	200	8.24
DAP	P	8/25/05	3,200	7.73
LCM	P	8/25/05	600	7.73

Item 6. Contracts, Arrangement, Understandings or Relationships with Respect to Securities of the Issuer

LCM is the general partner of DAP and other clients pursuant to limited partnership agreements providing to LCM the authority, among other things, to invest the funds of such clients in Stock, to vote and dispose of Stock and to file this statement on behalf of such clients. Pursuant to such limited partnership agreements, the general partner of such clients is entitled to allocations based on assets under management and realized and unrealized gains.

Item 7. Material to Be Filed as Exhibits

Agreement Regarding Joint Filing of Statement on Schedule 13D or 13G previously filed.

SIGNATURES

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

Dated: August 25, 2005

LAWNDALE CAPITAL MANAGEMENT, -
LLC -

By: Andrew E. Shapiro, Manager -

Andrew E. Shapiro

DIAMOND A PARTNERS, L.P.

By: Lawndale Capital Management, LLC

By: Andrew E. Shapiro, Manager

EXHIBIT A

AGREEMENT REGARDING JOINT FILING
OF STATEMENT ON SCHEDULE 13D OR 13G

The undersigned agree to file jointly with the Securities and Exchange Commission (the "SEC") any and all statements on Schedule 13D or Schedule 13G (and any amendments or supplements thereto) required under section 13(d) of the Securities Exchange Act of 1934, as amended, in connection with purchases by the undersigned of the Class B Voting common stock of Reading International, Inc. For that purpose, the undersigned hereby constitute and appoint Lawndale Capital Management, LLC, a California limited liability company, as their true and lawful agent and attorney-in-fact, with full power and authority for and on behalf of the undersigned to prepare or cause to be prepared, sign, file with the SEC and furnish to any other person all certificates, instruments, agreements and documents necessary to comply with section 13(d) and section 16(a) of the Securities Exchange Act of 1934, as

amended, in connection with said purchases, and to do and perform every act necessary and proper to be done incident to the exercise of the foregoing power, as fully as the undersigned might or could do if personally present.

Dated: **March 26, 2002.**

LAWNDALE CAPITAL MANAGEMENT,
LLC

Andrew E. Shapiro

By: Andrew E. Shapiro, Manager

DIAMOND A PARTNERS, L.P.

By: Lawndale Capital Management, LLC

By: Andrew E. Shapiro, Manager