

Edgar Filing: BLOCKBUSTER INC - Form 4

Stock

Class B

Common Stock	07/09/2010	S	10,000	D	\$ 0.09	11,290,000	I	See Notes (5) (8)
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Class B

Common Stock	07/09/2010	S	5,000	D	\$ 0.0875	11,285,000	I	See Notes (6) (8)
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Class B

Common Stock	07/09/2010	S	235,000	D	\$ 0.085	11,050,000	I	See Notes (7) (8)
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Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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.

SEC 1474
(9-02)

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 Amount of Underlying Securities (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Nu Deriv Secur Bene Own Follo Repor Trans (Instr
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares

Reporting Owners

Reporting Owner Name / Address

Relationships

Director 10% Owner Officer Other

WATTLES MARK J
7945 W. SAHARA AVE., SUITE 205
LAS VEGAS, NV 89117

X

WATTLES CAPITAL MANAGEMENT, LLC
7945 W. SAHARA AVE., SUITE 205
LAS VEGAS, NV 89117

X

Signatures

Mark J. Wattles

07/12/2010

__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) Includes 6,000,000 shares held directly by Wattles Capital Management, LLC ("WCM") and 200,000 shares held directly by HKW Trust.
- (2) Includes 7,935,000 shares held directly by WCM and 3,415,000 shares held directly by HKW Trust.
- (3) Includes 7,908,000 shares held directly by WCM and 3,412,000 shares held directly by HKW Trust.
- (4) Includes 7,890,000 shares held directly by WCM and 3,410,000 shares held directly by HKW Trust.
- (5) Includes 7,881,000 shares held directly by WCM and 3,409,000 shares held directly by HKW Trust.
- (6) Includes 7,876,500 shares held directly by WCM and 3,408,500 shares held directly by HKW Trust.
- (7) Includes 7,665,000 shares held directly by WCM and 3,385,000 shares held directly by HKW Trust.
- (8) Mr. Wattles owns 100% of the membership interests of WCM. Mr. Wattles is the settler and sole trustee of HKW Trust and exercises sole discretion over HKW Trust.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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 number.