

ADTRAN INC  
Form 4  
July 26, 2005

**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 \*  
**THRAILKILL HOWARD A**

(Last) (First) (Middle)

**ADTRAN, 901 EXPLORER BLVD.**

(Street)

**HUNTSVILLE, AL 35806**

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
**ADTRAN INC [ADTN]**

3. Date of Earliest Transaction (Month/Day/Year)  
**07/22/2005**

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)  
**President & COO**

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 Ownership (Instr. 4)
			Code	V	Amount or Price		
Common Stock	07/22/2005		M		7,271 A \$ 18.032	48,671	D
Common Stock	07/22/2005		S		7,271 D \$ 27.01	41,400	D
Common Stock	07/25/2005		M		15,000 A \$ 18.032	56,400	D
Common Stock	07/25/2005		S		15,000 D \$ 26.84	41,400	D

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

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(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 Underlying Security (Instr. 3 and 4)
				Code	V (A) (D)	Date Exercisable Expiration Date	Title
Non-Qualified Stock Option (right to buy)	\$ 18.03	07/22/2005		M	7,271	07/15/2000 <sup>(1)</sup> 07/15/2009	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 18.03	07/25/2005		M	15,000	07/15/2000 <sup>(1)</sup> 07/15/2009	Common Stock
Incentive Stock Option (right to buy)	\$ 8.7					07/12/2001 <sup>(2)</sup> 07/12/2010	Common Stock
Incentive Stock Option (right to buy)	\$ 10.5					10/16/2003 <sup>(3)</sup> 10/16/2012	Common Stock
Incentive Stock Option (right to buy)	\$ 12.75					07/23/2002 <sup>(4)</sup> 07/23/2011	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 8.7					07/12/2001 <sup>(5)</sup> 07/12/2010	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 10.5					10/16/2003 <sup>(3)</sup> 10/16/2012	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 12.75					07/23/2002 <sup>(4)</sup> 07/23/2011	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 32.27					11/25/2004 <sup>(6)</sup> 11/25/2013	Common Stock

# Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
THRAILKILL HOWARD A ADTRAN 901 EXPLORER BLVD. HUNTSVILLE, AL 35806	X		President & COO	

# Signatures

By: Cathy Bartels For: Howard A.  
Thrailkill 07/26/2005

\*\*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 option vests in five (5) equal annual installments beginning on July 15, 2000.
- (2) The option vests as follows: One (1) share vests on 7/12/2003; 5,748 shares vest on 7/12/2004.
- (3) The option vests in four equal and annual installments beginning on the first anniversary date of the grant as shown in column 6.
- (4) The option vests in four equal and annual installments beginning on the first anniversary date of the grant as shown in column 3.
- (5) The option vests as follows: 28,126 shares vest on 08/30/02; 14,061 shares vest on 7/12/2003; 8,314 shares vest on 07/12/2004.
- (6) Option is 100% vested on first anniversary date of grant.

### Remarks:

All option amounts and the shares of common stock held by the reporting person reflect an adjustment as a result of a two-for-

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