Downing April B Form 3 January 30, 2006

FORM 3

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

OMB APPROVAL

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INITIAL STATEMENT OF 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 2. Date of Event Requiring 3. Issuer Name and Ticker or Trading Symbol Person * Statement MOTIVE INC [MOTV] Downing April B (Month/Day/Year) 01/20/2006 (Last) (First) (Middle) 4. Relationship of Reporting 5. If Amendment, Date Original Person(s) to Issuer Filed(Month/Day/Year) 12515 RESEARCH (Check all applicable) BLVD., Â BUILDING 5 (Street) 6. Individual or Joint/Group 10% Owner Director _X__ Officer Other Filing(Check Applicable Line) (give title below) (specify below) _X_ Form filed by One Reporting Principal Accounting Officer Person AUSTIN, TXÂ 78759 Form filed by More than One Reporting Person (City) (State) (Zip) Table I - Non-Derivative Securities Beneficially Owned 4. Nature of Indirect Beneficial 1. Title of Security 2. Amount of Securities Beneficially Owned Ownership Ownership (Instr. 4) (Instr. 4) Form: (Instr. 5) Direct (D) or Indirect (I) (Instr. 5) Â Common Stock 20,000 (1) D Common Stock 417 (2) D Reminder: Report on a separate line for each class of securities beneficially SEC 1473 (7-02) 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

Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

currently valid OMB control number.

1. Title of Derivative	2. Date Exercisable and	3. Title and Amount of	4.	5.	6. Nature of Indirect
Security	Expiration Date	Securities Underlying	Conversion	Ownership	Beneficial
(Instr. 4)	(Month/Day/Year)	Derivative Security	or Exercise	Form of	Ownership
		(Instr. 4)	Price of	Derivative	(Instr. 5)

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	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	Derivative Security	Security: Direct (D) or Indirect (I) (Instr. 5)	
Stock Option (right to buy)	03/01/2000	02/28/2010	Common Stock	3,125	\$ 12	D	Â
Stock Option (right to buy)	03/31/2003(3)	03/30/2010	Common Stock	2,588	\$ 5	D	Â
Stock Option (right to buy)	09/05/2003(4)	09/04/2010	Common Stock	5,500	\$ 10	D	Â
Stock Option (right to buy)	06/22/2005(5)	06/24/2011	Common Stock	250	\$ 10	D	Â
Stock Option (right to buy)	01/01/2005(6)	06/24/2011	Common Stock	5,063	\$ 10	D	Â
Stock Option (right to buy)	08/04/2005(7)	08/11/2011	Common Stock	3,500 (7)	\$ 8.2	D	Â
Stock Option (right to buy)	01/06/2006(8)	02/06/2012	Common Stock	4,000	\$ 10.98	D	Â
Stock Option (right to buy)	04/01/2006(9)	04/15/2012	Common Stock	5,000	\$ 8.2	D	Â

Reporting Owners

Reporting Owner Name / Address	Relationships			
• 0	Director	10% Owner	Officer	Other
Downing April B 12515 RESEARCH BLVD. BUILDING 5 AUSTIN, TX 78759	Â	Â	Principal Accounting Officer	Â

Signatures

/s/ Cindy Lindsey,
Attorney-In-Fact

**Signature of Reporting Person

Date

Explanation of Responses:

- * If the form is filed by more than one reporting person, see Instruction 5(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).
- Grant of restricted shares pursuant to Issuer's Amended and Restated Equity Incentive Plan. Restricted shares will vest in full upon

 (1) November 1, 2006, or earlier upon reporting person's death, disability, or a Change in Control (as such term is defined in the Amended and Restated Equity Incentive Plan).
- (2) Shares purchased pursuant to Issuer's Employee Stock Purchase Plan.
- (3) These stock optons are immediately exercisable per the terms of the applicable stock option grant agreement. 12.5% of the shares became vested on 3/31/2003, the remaining options vest quarterly until 9/30/2006.

Reporting Owners 2

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- (4) These stock options are immediately exercisable per the terms of the applicable stock option grant agreement. 20% of the shares became vested on 9/5/2004, the remaining options vest quarterly for 4 years.
- (5) 25% of the option became vested and exercisable on 6/22/2005, the remaining options vest quarterly for 3 years.
- (6) 25% of the option became vested and exercisable on 1/1/2005, the remaining options vest quarterly for 3 years.
- (7) 25% of the option became vested and exercisable on 8/4/2005, the remaining options vest quarterly for 3 years.
- (8) 25% of the option became vested and exercisable on 1/6/2006, the remaining options vest quarterly for 3 years.
- (9) 25% of the option become vested and exercisable on 4/1/2006, the remaining options vest quarterly for 3 years.

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.