WOLTZ HOWARD O JR

Form 4

January 30, 2006

FORM 4

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

OMB 3235-0287 Number:

burden hours per

response...

Check this box if no longer subject to Section 16.

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF **SECURITIES**

January 31, Expires: 2005 Estimated average

0.5

OMB APPROVAL

Form 4 or Form 5 obligations may continue. See Instruction

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

1(b).

(Print or Type Responses)

| 1. Name and Address of Reporting Person * WOLTZ HOWARD O JR | | | 2. Issuer Name and Ticker or Trading Symbol | 5. Relationship of Reporting Person(s) to Issuer | | |
|---|------------|----------|--|---|--|--|
| (Last) | (First) | (Middle) | INSTEEL INDUSTRIES INC [IIIN] 3. Date of Earliest Transaction | (Check all applicable) | | |
| (Last) | (Filst) | (Middle) | 3. Date of Earnest Transaction | | | |
| | | | (Month/Day/Year) | X Director 10% Owner | | |
| 1373 BOGGS DRIVE | | | 01/30/2006 | Officer (give title below) Other (specify below) | | |
| | (Street) | | 4. If Amendment, Date Original | 6. Individual or Joint/Group Filing(Check | | |
| | | | Filed(Month/Day/Year) | Applicable Line) _X_ Form filed by One Reporting Person | | |
| MOUNT All | RY, NC 270 | 030 | | Form filed by More than One Reporting Person | | |

| | , | | | | | ŀ | erson | | |
|--------------------------------------|--------------------------------------|---|--|---|---------|--------------|--|--|---|
| (City) | (State) | (Zip) Tal | ble I - Non | -Derivative | Secur | rities Acqui | ired, Disposed of | f, or Benefici | ally Owned |
| 1.Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transactic Code (Instr. 8) | 4. Securitie of Disposed (Instr. 3, 4) Amount | d of (I |)) | 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 Indirect Beneficial Ownership (Instr. 4) |
| Common Stock | 01/30/2006 | | S(1) | 200,000 | D | \$ 21.322 | 164,233 | D | |
| Common Stock | 01/30/2006 | | S <u>(1)</u> | 146,082 | D | \$ 21.322 | 160,227 | I | by Spouse |
| Common Stock | 01/30/2006 | | S <u>(1)</u> | 53,918 | D | \$ 21.322 | 106,309 | I | by Spouse |
| Common Stock | | | | | | | 21,223 | I | Partmership |
| Common Stock | | | | | | | 3,543 | I | Restricted |
| | | | | | | | 72,919 | I | by Trust |

Common Stock

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 | 2. Conversion | 3. Transaction Date (Month/Day/Year) | Execution Date, if | 4. Transactio | | 6. Date Exercise Expiration D | ate | 7. Title Amour | nt of | 8. Price of Derivative | 9. Nu Deriv |
|------------------------|---------------------|--------------------------------------|----------------------|------------------|-----------------------|-------------------------------|-----------------|-------------------|----------|------------------------|----------------|
| Security | or Exercise | | any (Month/Doy/Voor) | Code | of Dorivotive | (Month/Day/ | y ear) | Underl | | Security (Instr. 5) | Secui |
| (Instr. 3) | Price of Derivative | | (Month/Day/Year) | (Instr. 8) | Derivative Securities | | | Securit | and 4) | (Instr. 5) | Bene |
| | Security | | | | Acquired | | | (mstr | 3 and 4) | | Owne Follo |
| | Security | | | | (A) or | | | | | | Repo |
| | | | | | Disposed | | | | | | Trans |
| | | | | | of (D) | | | | | | (Instr |
| | | | | | (Instr. 3, | | | | | | |
| | | | | | 4, and 5) | | | | | | |
| | | | | | | | | | Amount | | |
| | | | | | | D. | г | | or | | |
| | | | | | | Date Exercisable | Expiration Date | Title | Number | | |
| | | | | | | Exercisable | Date | | of | | |
| | | | | Code V | (A) (D) | | | | Shares | | |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | | | | |
|--|---------------|-----------|---------|-------|--|--|--|
| Transfer and the same and the s | Director | 10% Owner | Officer | Other | | | |
| WOLTZ HOWARD O JR 1373 BOGGS DRIVE MOUNT AIRY, NC 27030 | X | | | | | | |

Signatures

By: Gary D. Kniskern For: Howard O. Woltz, Jr. 01/30/2006

**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) Shares purchased in a private transaction negotiated under the Company's Share Repurchase Plan.

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.

Reporting Owners 2