

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

OMB APPROVAL	
OMB Number:	3235-0287
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1. Name and Address of Reporting Person* <u>HODGMAN JOHN</u>			2. Issuer Name and Ticker or Trading Symbol <u>AVI BIOPHARMA INC [AVII]</u>			5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner Officer (give title below) Other (specify below)		
(Last)	(First)	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) <u>06/08/2010</u>			6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person		
3450 MONTE VILLA PARKWAY, SUITE 101			4. If Amendment, Date of Original Filed (Month/Day/Year)					
(Street)								
<u>BOTHELL</u>	<u>WA</u>	<u>98021</u>						
(City)	(State)	(Zip)						

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 Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock ⁽¹⁾	06/08/2010		A		5,000	A	\$0	10,000	D	

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 Securities Underlying Derivative Security (Instr. 3 and 4)	8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date					
Non-Qualified Stock Option (right to buy)	\$1.3	06/08/2010		A		30,000		06/08/2011 ⁽²⁾	06/08/2020	Common Stock	30,000	30,000	D	
Non-Qualified Stock Option (right to buy)	\$1.1							05/19/2010 ⁽³⁾	05/19/2019	Common Stock	20,000	20,000	D	
Non-Qualified Stock Option (right to buy)	\$1.55							06/20/2008 ⁽⁴⁾	05/20/2018	Common Stock	20,000	20,000	D	
Non-Qualified Stock Option (right to buy)	\$2.24							06/15/2005 ⁽⁴⁾	05/18/2015	Common Stock	10,000	10,000	D	
Non-Qualified Stock Option (right to buy)	\$2.92							03/22/2005 ⁽⁵⁾	03/22/2014	Common Stock	33,334	33,334	D	
Non-Qualified Stock Option (right to buy)	\$3.03							06/22/2007 ⁽⁴⁾	05/22/2017	Common Stock	10,000	10,000	D	
Non-Qualified Stock Option (right to buy)	\$4.64							06/24/2006 ⁽⁴⁾	05/24/2016	Common Stock	10,000	10,000	D	

Explanation of Responses:

1. This is a restricted stock award that will vest on the earlier of (i) the anniversary of the grant date or (ii) the date of the Annual Meeting in the year following the date of grant.

2. This option will vest on the earlier of (i) the anniversary date of the grant or (ii) the date of the Annual Meeting in the year following the date of grant.
3. Vesting: 25% of the shares vest each year from the date of grant with all shares vesting in four years.
4. Option Grant vests monthly until all shares are vested one year from date of grant.
5. Option Grant vests 25% per year on grant date with all shares vesting four years from date of grant.

By: Melinda Miles For: John
Hodgman

06/09/2010

** Signature of Reporting Person

Date

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

* 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).

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

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 Number.