

FORTINET INC  
Form 4  
August 03, 2011

**FORM 4**

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

OMB APPROVAL

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

**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 \*  
**PAISLEY CHRISTOPHER B**

(Last) (First) (Middle)

**C/O FORTINET, INC., 1090 KIFER ROAD**

(Street)

**SUNNYVALE, CA 94086**

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
**FORTINET INC [FTNT]**

3. Date of Earliest Transaction (Month/Day/Year)  
**08/01/2011**

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)

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 Indirect Ownership (Instr. 4)
			Code	V	Amount or Price		
Common Stock	08/01/2011		M		10,000 A \$ 0.475	10,000	D
Common Stock	08/01/2011		S <sup>(1)</sup>		10,000 D \$ 20.1832	0	D
					<sup>(2)</sup>		

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

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SEC 1474 (9-02)

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**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)
				Code	V (A) (D)	Date Exercisable Expiration Date	Title Amount or Number of Shares
Stock Option (right to buy)	\$ 0.475 <sup>(3)</sup> <sub>(4)</sub>	08/01/2011		M		<sup>(5)</sup> 02/26/2014	Common Stock 68,000 <sup>(3)</sup> <sub>(4)</sub>
Stock Option (right to buy)	\$ 20.13	08/02/2011		A	15,000	<sup>(6)</sup> 08/02/2018	Common Stock 15,000
Stock Option (right to buy)	\$ 3.735 <sup>(3)</sup> <sub>(7)</sub>					<sup>(8)</sup> 04/23/2015	Common Stock 96,000 <sup>(3)</sup> <sub>(7)</sub>
Stock Option (right to buy)	\$ 3.84 <sup>(3)</sup> <sub>(9)</sub>					<sup>(10)</sup> 04/30/2016	Common Stock 24,000 <sup>(3)</sup> <sub>(9)</sub>
Stock Option (right to buy)	\$ 8.99 <sup>(3)</sup> <sub>(11)</sub>					<sup>(12)</sup> 08/05/2017	Common Stock 24,000 <sup>(3)</sup> <sub>(11)</sub>

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
PAISLEY CHRISTOPHER B C/O FORTINET, INC. 1090 KIFER ROAD SUNNYVALE, CA 94086	X			

## Signatures

/s/ John Whittle, by power of attorney

08/03/2011

\_\_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 sale reported on this Form 4 was effected pursuant to a Rule 10b5-1 trading plan adopted by the Reporting Person on February 28, 2011.  
  
The sale price reported in column 4 of Table I represents the weighted average sale price of the shares sold ranging from \$19.94 to \$20.66 per share. Upon request by the Commission staff, the Issuer, or a security holder of the Issuer, the Reporting Person will provide full information regarding the number of shares sold at each separate price.
- (2) On June 1, 2011, the common stock of the Issuer split 2-for-1, in the form of a 100% stock dividend, to all stockholders of record as of the close of business on May 9, 2011 (the "Stock Split").
- (3) The option was previously reported as covering 39,000 shares at an exercise price of \$0.95 per share, but was adjusted to reflect the Stock Split.
- (4) Shares subject to the option are fully vested and immediately exercisable.
- (5) The option vests in forty-eight equal monthly installments beginning on September 2, 2011.
- (6) The option was previously reported as covering 48,000 shares at an exercise price of \$7.47 per share, but was adjusted to reflect the Stock Split.
- (7) One forty-eighth of the shares subject to the option vested on May 1, 2008 and one forty-eighth of the shares vest monthly thereafter.
- (8) The option was previously reported as covering 12,000 shares at an exercise price of \$7.68 per share, but was adjusted to reflect the Stock Split.
- (9) One forty-eighth of the shares subject to the option vested on June 1, 2009 and one forty-eighth of the shares vest monthly thereafter.
- (10) The option was previously reported as covering 12,000 shares at an exercise price of \$17.98 per share, but was adjusted to reflect the Stock Split.
- (11) The option vests in forty-eight equal monthly installments beginning on September 5, 2010.

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

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