

SOUTHSIDE BANCSHARES INC
 Form 4
 May 11, 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 *
DAWSON CHARLES E

2. Issuer Name and Ticker or Trading Symbol
SOUTHSIDE BANCSHARES INC [SBSI]

5. Relationship of Reporting Person(s) to Issuer
 (Check all applicable)

(Last) (First) (Middle)
SOUTHSIDE BANCSHARES INC, 1201 SOUTH BECKHAM
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)
05/11/2005

Director 10% Owner
 Officer (give title below) Other (specify below)
Director, President & Secy.

TYLER, TX 75701
 (City) (State) (Zip)

4. If Amendment, Date Original Filed(Month/Day/Year)

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)
				(A) or (D)	Price		
Common Stock	05/11/2005		M ⁽¹⁾	500	A \$ 3.52	23,619	D
Common Stock	05/11/2005		M ⁽¹⁾	300	A \$ 3.52	23,919	D
Common Stock	05/11/2005		M ⁽¹⁾	600	A \$ 3.52	24,519	D
Common Stock	05/11/2005		M ⁽¹⁾	100	A \$ 3.52	24,619	D
Common Stock	05/11/2005		M ⁽¹⁾	500	A \$ 3.52	25,119	D

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Common Stock	05/11/2005	<u>M</u> ⁽¹⁾	300	A	\$ 3.52	25,419	D	
Common Stock	05/11/2005	<u>M</u> ⁽¹⁾	100	A	\$ 3.52	25,519	D	
Common Stock	05/11/2005	<u>M</u> ⁽¹⁾	100	A	\$ 3.52	25,619	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	500	D	\$ 19.17 <u>(1)</u>	25,119	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	300	D	\$ 19.25 <u>(1)</u>	24,819	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	600	D	\$ 19.26 <u>(1)</u>	24,219	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	100	D	\$ 19.27 <u>(1)</u>	24,119	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	500	D	\$ 19.29 <u>(1)</u>	23,619	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	300	D	\$ 19.31 <u>(1)</u>	23,319	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	100	D	\$ 19.38 <u>(1)</u>	23,219	D	
Common Stock	05/11/2005	<u>S</u> ⁽¹⁾	100	D	\$ 19.34 <u>(1)</u>	23,119	D	
Common Stock	03/22/2005	<u>J</u> ⁽²⁾	10.43	A	\$ 19.99	2,001.95	I	by Spouse
Common Stock						11,155.42	I	SSB Tr/self Emp S/P
Common Stock						7,590.56	I	by ESOP

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

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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
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		500		<u>(3)</u>	06/22/2005	Common Stock	500
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		300		<u>(3)</u>	06/22/2005	Common Stock	300
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		600		<u>(3)</u>	06/22/2005	Common Stock	600
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		100		<u>(3)</u>	06/22/2005	Common Stock	100
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		500		<u>(3)</u>	06/22/2005	Common Stock	500
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		300		<u>(3)</u>	06/22/2005	Common Stock	300
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		100		<u>(3)</u>	06/22/2005	Common Stock	100
Incentive Stock Option (right to buy)	\$ 3.52	05/11/2005		M ⁽¹⁾		100		<u>(3)</u>	06/22/2005	Common Stock	100
Incentive Stock Option (right to buy)	\$ 4.61							<u>(4)</u>	02/07/2006	Common Stock	32,584
Incentive Stock Option (right to buy)	\$ 5.71							<u>(5)</u>	06/05/2007	Common Stock	18,620
	\$ 5.79							<u>(6)</u>	08/31/2010		29,758

Incentive Stock Option (right to buy)				Common Stock	
Incentive Stock Option (right to buy)	\$ 6.27	(7)	06/10/2009	Common Stock	20,764
Incentive Stock Option (right to buy)	\$ 6.49	(8)	10/15/2008	Common Stock	3,943
Non-Qualified Stock Option (right to buy)	\$ 5.79	(9)	08/31/2010	Common Stock	3,748
Non-Qualified Stock Option (right to buy)	\$ 6.27	(10)	06/10/2009	Common Stock	346

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
DAWSON CHARLES E SOUTHSIDE BANCSHARES INC 1201 SOUTH BECKHAM TYLER, TX 75701	X		Director, President & Secy.	

Signatures

Charles E. (Sam)
Dawson 05/11/2005

**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) Mr. Dawson exercised 2,500 option shares in a cashless transaction on May 11, 2005 issued June 22, 1995, under the 1993 Incentive Stock Option Plan.
- (2) Shares acquired pursuant to Southside Bancshares, Inc. Dividend Reinvestment Plan.
- (3) Vested 20% per year and became fully exercisable 06/22/2000.
- (4) Vested 20% per year and became fully exercisable 02/07/2001.
- (5) Vested 20% per year and became fully exercisable 06/05/2002.
- (6) Options vest 20% per year and currently 60% are fully exercisable.
- (7) Options vest 20% per year and currently 80% are fully exercisable.
- (8) Vested 20% per year and became fully exercisable 10/15/2003.
- (9) Non-Qualified Incentive Stock Option became fully exercisable 08/31/01.

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(10) Non-qualified Incentive Stock Option became fully exercisable 06/10/2000.

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