BLOCKBUSTER INC Form SC 13G/A February 07, 2005

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

Blockbuster Inc.
(Name of Issuer)
Class A Common Stock, par Value \$0.01 per Share
(Title of Class of Securities)
093679108
(CUSIP Number)
December 31, 2004
(Date of Event Which Requires Filing of this Statement)
Check the appropriate box to designate the rule pursuant to which this Schedule is filed: [] Rule 13d-1(b) [X] Rule 13d-1(c) [] Rule 13d-1(d)
*The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter the disclosures provided in a prior cover page.
The information required in the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

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1 NAME OF REPORTING PERSON

S.S. OR I.R.S. IDENTIFICATION NO. OF ABOVE PERSON

North Sound Capital LLC (1)

2	CHECK THE AP	 PROPRIATI	E BOX IF A MEMBER OF .	A GROUP* (a) [x] (b) []		
3	SEC USE ONLY					
4	CITIZENSHIP OR PLACE OF ORGANIZATION					
	Delaware					
	NUMBER OF SHARES	5	SOLE VOTING POWER			
	BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH	6	SHARED VOTING POWE	R 		
		7	SOLE DISPOSITIVE P 0	OWER		
	WIII	8	SHARED DISPOSITIVE 0	POWER		
9	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON					
10	CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (9) EXCLUDES CERTAIN SHARES*					
 11	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 9					
12	TYPE OF REPORTING PERSON*					
(1)	McAuley. The shares in information from LLC and investment "Funds"), with investment investment investment investment.	e Report: ts capac: d North S advisor o ho are th advisor, and inves	ng member of North So ing Person may be deed ity as the managing member of North Sound Legacy Instituted North Sound Legacy he holders of such she respectively, of the stment control with runds.	med the beneficial ember of North Sour ional Fund LLC and International Ltd. ares. As the managi Funds, the Reporti	owner of the od Legacy the (the .ng member or .ng Person	
CUSII	P No.093679108		SCHEDULE 13G	Page 3 of	5 Pages	
	1(a). Na	me of Is	suer:			

Blockbuster Inc.

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Item 1(b). Address of Issuer's Principal Executive Offices: 1201 Elm St. Dallas, TX 75270 Item 2(a). Name of Person Filing. Address of Principal Business Office or, if None, Residence. Item 2(b). Item 2(c). Citizenship. North Sound Capital LLC 53 Forest Avenue, Suite 202 Old Greenwich, CT 06870 Delaware limited liability company Item 2(d). Title of Class of Securities: Class A Common Stock, par Value \$0.01 per Share Item 2(e). CUSIP Number: 093679108 Item 3. If this statement is filed pursuant to ss.ss.240.13d-1(b) or 240.13d-2(b) or (c), check whether the person filing is a: Not Applicable Item 4. Ownership. The following is information regarding the aggregate number and percentage of the class of securities of the issuer identified in Item 1: (a) Amount beneficially owned: 0 shares of Common Stock (b) Percent of Class:0% (c) Number of shares as to which such person has: (i) sole power to vote or direct the vote: 0 (ii) shared power to vote or direct the vote: 0 SCHEDULE 13G Page 4 of 5 Pages CUSIP No.093679108 (iii) sole power to dispose or direct the disposition of: 0 (iv) shared power to dispose or direct the disposition of: 0 Ownership of Five Percent or Less of a Class. Item 5.

Not Applicable

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Item 6. Ownership of More than Five Percent on Behalf of Another

Person.

Not Applicable

Identification and Classification of the Subsidiary Which Item 7.

Acquired the Security Being Reported on By the Parent Holding

Company.

Not Applicable

Identification and Classification of Members of the Group. Item 8.

Not Applicable

Item 9. Notice of Dissolution of Group.

Not Applicable

Item 10. Certification.

Certification pursuant to ss.240.13d-1(c):

By signing below I certify that, to the best of my knowledge and belief, the securities referred to above were not acquired and are not held for the purpose of or with the effect of changing or influencing the control of the issuer of the securities and were not acquired and are not held in

connection with or as a participant in any transaction having

that purpose or effect.

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SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated: February 7, 2005

NORTH SOUND CAPITAL LLC

/s/ Thomas McAuley By:

Name: Thomas McAuley

Title: Chief Investment Officer