

SECURITIES AND EXCHANGE COMMISSION

FORM 4

Statement of changes in beneficial ownership of securities

Filing Date: **2011-11-07** | Period of Report: **2011-11-03**
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(HTML Version on secdatabase.com)

ISSUER

RACKSPACE HOSTING, INC.

CIK: **1107694** | IRS No.: **743016523** | Fiscal Year End: **1231**
SIC: **7370** Computer programming, data processing, etc.

Mailing Address
5000 WALZEM RD.
SAN ANTONIO TX 78218

Business Address
5000 WALZEM RD.
SAN ANTONIO TX 78218
2103124000

REPORTING OWNER

MOORMAN LEW

CIK: **1119366**
Type: **4** | Act: **34** | File No.: **001-34143** | Film No.: **111183715**

Mailing Address
5000 WALZEM
SAN ANTONIO TX 78259

FORM 4

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

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

OMB APPROVAL

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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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. Name and Address of Reporting Person MOORMAN LEW			2. Issuer Name and Ticker or Trading Symbol RACKSPACE HOSTING, INC. [RAX]			5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director <input type="checkbox"/> 10% Owner <input checked="" type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below) President, Cloud		
(Last)	(First)	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) 11/03/2011					
C/O RACKSPACE HOSTING, INC., 5000 WALZEM ROAD			4. If Amendment, Date Original Filed(Month/Day/Year)			6. Individual or Joint/Group Filing (Check applicable line) <input checked="" type="checkbox"/> Form Filed by One Reporting Person <input type="checkbox"/> Form Filed by More than One Reporting Person		
(Street) SAN ANTONIO, TX 78218								
(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	11/03/2011		<u>S</u>		60,000 ⁽¹⁾	D	\$41.4809 ⁽⁴⁾ ⁽⁵⁾	496,345	D	
Common Stock	11/03/2011		<u>S</u>		3,000 ⁽²⁾	D	\$41.4809 ⁽⁴⁾ ⁽⁵⁾	67,902	I	Held by Mr. Moorman's wife
Common Stock	11/03/2011		<u>S</u>		11,750 ⁽³⁾	D	\$41.4809 ⁽⁴⁾ ⁽⁵⁾	28,633	I	Held by the Lewis Jefferson Moorman IV 2007 Trust
Common Stock								10,347	I	The Sarah Ladd Moorman 2007 Trust ⁽⁶⁾
Common Stock								10,347	I	Held by the Reese Howell Moorman 2007 Trust ⁽⁶⁾
Common Stock								10,347	I	Held by the John Wood Moorman 2007 Trust ⁽⁶⁾
Common Stock								140,810	I	Held by the Laura Howell Moorman 2009 Trust ⁽⁷⁾

Common Stock								140,810	I	Lewis Jefferson Moorman IV 2009 Trust ⁽⁸⁾
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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 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 of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date					

Explanation of Responses:

- These shares were sold pursuant to Mr. Moorman's Rule 10b5-1 trading plan adopted by Mr. Moorman on March 11, 2011.
- These shares were sold pursuant to Laura Moorman's Rule 10b5-1 trading plan adopted on March 11, 2011.
- These shares were sold pursuant to the Rule 10b5-1 trading plan adopted by the Trustee of the Lewis Jefferson Moorman IV Trust on March 11, 2011.
- The prices for these sales of shares ranged from \$40.40 to \$42.25 per share.
- The registrant undertakes to provide, upon request by the SEC staff, the issuer, or a security holder of the issuer, full information regarding the number of shares purchased or sold at each separate price.
- Mr. Moorman disclaims beneficial ownership of these shares except to the extent of his pecuniary interest.
- Mr. Moorman's wife is the Trustee of the Laura Howell Moorman 2009 Grantor Retained Annuity Trust.
- Mr. Moorman is the trustee of the Lewis Jefferson Moorman IV 2009 Grantor Retained Annuity Trust.

Signatures

/s/ William Alberts by Power of Attorney

** Signature of Reporting Person

11/07/2011

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.