Dolby Laboratories, Inc. Form 4 September 06, 2006

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549 STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF

Check this box if no longer subject to Section 16. Form 4 or Form 5

SECURITIES

obligations may continue. See Instruction

1(b).

(Last)

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 * Jaffe Martin A

> (First) (Middle)

C/O DOLBY LABORATORIES, INC., 100 POTRERO AVENUE

(Street)

2. Issuer Name and Ticker or Trading Symbol

Dolby Laboratories, Inc. [DLB]

3. Date of Earliest Transaction (Month/Day/Year) 09/05/2006

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

5. Relationship of Reporting Person(s) to

OMB

Number:

Expires:

response...

Estimated average

burden hours per

OMB APPROVAL

3235-0287

January 31,

2005

0.5

Issuer

(Check all applicable)

Director 10% Owner _X__ Officer (give title _ Other (specify below)

6. Individual or Joint/Group Filing(Check

Exec. V.P., Bus. Affairs

Applicable Line)

X Form filed by One Reporting Person Form filed by More than One Reporting

Person

SAN FRANCISCO, CA 94103

(City)	(State)	(Zip) Tabl	e I - Non-D)erivative	Secui	rities Acq	uired, Disposed o	f, or Beneficial	ly 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 on(A) or Disposed of (D) (Instr. 3, 4 and 5)		5. Amount of Securities Beneficially Owned Following Reported Transaction(s)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
			Code V	Amount	or (D)	Price	(Instr. 3 and 4)		
Class A Common Stock (1)	09/05/2006		C	5,000	A	\$ 0	5,000	D	
Class A Common Stock	09/05/2006		S	700	D	\$ 20.63	4,300	D	
Class A Common Stock	09/05/2006		S	200	D	\$ 20.72	4,100	D	
Class A Common	09/05/2006		S	100	D	\$ 20.75	4,000	D	

Stock							
Class A Common Stock	09/05/2006	S	500	D	\$ 20.88	3,500	D
Class A Common Stock	09/05/2006	S	500	D	\$ 20.91	3,000	D
Class A Common Stock	09/05/2006	S	500	D	\$ 20.93	2,500	D
Class A Common Stock	09/05/2006	S	500	D	\$ 21.03	2,000	D
Class A Common Stock	09/05/2006	S	500	D	\$ 21.05	1,500	D
Class A Common Stock	09/05/2006	S	500	D	\$ 21.09	1,000	D
Class A Common Stock	09/05/2006	S	300	D	\$ 21.49	700	D
Class A Common Stock	09/05/2006	S	200	D	\$ 21.54	500	D
Class A Common Stock	09/05/2006	S	500	D	\$ 21.74	0	D

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

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 control number.

SEC 1474 (9-02)

 $\label{thm:convertible} \begin{tabular}{ll} Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned \\ (\emph{e.g.}, puts, calls, warrants, options, convertible securities) \\ \end{tabular}$

1. Title of	2.	3. Transaction Date	3A. Deemed	4.	5. Numb	er of	6. Date Exer	cisable and	7. Title and	Amount o
Derivative	Conversion	(Month/Day/Year)	Execution Date, if	TransactionDerivative		Expiration Date		Underlying Securities		
Security	or Exercise		any	Code Securities		(Month/Day/Year)		(Instr. 3 and 4)		
(Instr. 3)	Price of		(Month/Day/Year)	(Instr. 8)	Acquired	d (A) or				
	Derivative				Disposed of (D) (Instr. 3, 4, and					
	Security									
					5)					
				Code V	(A)	(D)	Date	Expiration	Title	Amount
							Exercisable	Date		or

								of Shares
Employee Stock Option (Right to Buy)	\$ 2.08	09/05/2006	M	5,000	(2)	04/20/2014	Class B Common Stock	5,000
Class B Common Stock	\$ 0 (3)	09/05/2006	M	5,000	(3)	<u>(3)</u>	Class A Common Stock	5,000
Class B Common Stock	\$ 0 (3)	09/05/2006	C	5,000	(3)	(3)	Class A Common Stock	5,000

Reporting Owners

Reporting Owner Name / Address	Relationships								
• 0	Director	10% Owner	Officer	Other					
Jaffe Martin A			E						
C/O DOLBY LABORATORIES, INC.			Exec.						
100 POTRERO AVENUE			V.P., Bus.						
SAN FRANCISCO, CA 94103			Affairs						

Signatures

/s/ Alan G. Smith, Attorney-in-fact

09/06/2006

**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) Each share of Class A Common Stock issued upon conversion of one share of Class B Common Stock at the election of the reporting person.
- (2) This option was granted for a total of 180,000 shares of Class B Common Stock. 1/4 of the total number of shares issuable under the option vests on each anniversary of April 1, 2004, the vesting commencement date.
- (3) Each share of Class B Common Stock is convertible into one share of Class A Common Stock at the option of the holder and has no expiration date.

Remarks:

All of the sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

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