## FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington,	D.C.	20549

OMB APPROVAL OMB Number: Estimated average burden hours per response: 0.5

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

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person*  PUSKAR GEORGE R					2. Issuer Name and Ticker or Trading Symbol  ISTAR FINANCIAL INC [ SFI ]											olicable)	g Person(s) to Is			
(Last) 2023 NO	(Fir	st) ( NTIC AVENUE	Middle) E - SUITE	E 304		. Date of Earliest Transaction (Month/Day/Year) 5/05/2005									Office below	er (give title v)		Other (specify below)		
(Street) COCOA BEACH FL 32931				4. If	4. If Amendment, Date of Original Filed (Month/Day/Year)									6. Indiv Line) X	lividual or Joint/Group Filing (Check Applicable  Form filed by One Reporting Person  Form filed by More than One Reporting  Person					
(City)	(51		Zip) e I - Nor	n-Deriv	ative	Se	curitie	s Ac	nuired.	Dis	nosed o	f. 0	r Ben	efici	ially	Owne	-d			
1. Title of Security (Instr. 3) 2. Trans				2. Transa Date	action 2 E Day/Year) if		2A. Deemed Execution Date, if any (Month/Day/Year)		3. Transaction Code (Instr.						r	5. Amo Securi Benefi Owned	ount of ities icially d Following	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership
									Code	v	Amount	(A) or (D)		Pric	e	Reported Transaction(s) (Instr. 3 and 4)				(Instr. 4)
Common stock, par value \$.001 per share 05/0					/2006	/2006			P	P		5,700		\$3	38.35 1		300(1)(2)	I		By IRA
Common stock, par value \$.001 per share				05/05	/05/2006				S		4,600		A	\$38.35		1,500(1)(2)		D		
Common stock, par value \$.001 per share 0				05/05	05/2006				P		0		A	<b>\$0</b> <sup>(2)</sup>		18,500(1)(2)		I		By spouse
	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)	Execution Date, Transa			Instr.	of Deriv Secu Acqu (A) o Disport (D	r osed ) r. 3, 4	Expiration (Month/E	Date  Date  Exercisa		Am Sec Un Der Sec and	7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4)  Amour or Numbe of Title Shares		Deri	rice of vative urity tr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	Owner Form: Direct or Indi (I) (Ins	(D) rect	11. Nature of Indirect Beneficial Ownership (Instr. 4)

## **Explanation of Responses:**

1. Prior to the reported transactions, the reporting person was the beneficial owner of a total of 35,200 shares of the issuer's common stock, consisting of 6,100 shares owned directly, 10,600 shares owned indirectly in an IRA account established by the reporting person and 18,500 shares owned indirectly by the reporting person's spouse. A Form 4 previously filed on behalf of the reporting person correctly reported this total amount of 35,200 shares beneficially owned by the reporting person; however, the amounts that were previously reported in the different ownership forms were listed incorrectly and the correct amounts (prior to the reported transactions) are as set forth in the preceding sentence.

2. On May 5, 2006, the reporting person acquired benefical ownership of 5,700 shares of the issuer's common stock which were purchased by an IRA account established by the reporting person, at a price of \$38.35 per share. Also on May 5, 2006, the reporting person disposed of 4,600 shares of the issuer's common stock that had been owned directly by the reporting person, at a price of \$38.35 per share. Following these transactions, the reporting person beneficially owns a total of 36,300 shares of the issuer's common stock, consisting of 1,500 shares owned directly, 16,300 shares owned indirectly in an IRA account established by the reporting person and 18,500 shares owned indirectly by the reporting person's spouse.

> s/ George R Puskar 05/05/2006

\*\* Signature of Reporting Person

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.