

Bystedt Per Ivar Gosta  
 Form 4  
 December 15, 2011

**FORM 4**

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

OMB APPROVAL

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

**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 \*  
 Bystedt Per Ivar Gosta

2. Issuer Name and Ticker or Trading Symbol  
 Neonode, Inc [NEON]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)  
 2700 AUGUSTINE DR, SUITE 100  
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)  
 12/13/2011

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

SANTA CLARA, CA 95054

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

(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)
Common Stock	12/13/2011	12/13/2011	S <sup>(1)</sup>	560,000	D \$ 4 446,184 <sup>(2)</sup> <sub>(3)</sub>	D	
Common Stock	12/14/2011	12/14/2011	C <sup>(4)</sup>	33,208	A \$ 2.5 479,392	D	
Common Stock	01/01/2011		C	3,475,691 <sup>(3)</sup>	A <sup>(3)</sup> 3,475,691 <sup>(5)</sup>	I	

By Iwo Jima SARL, a company owned by Mr. Bystedt.



## 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) On December 13, 2011, pursuant to an underwriting agreement dated December 7, 2011, among Neonode, Inc. (the "Company"), the selling shareholders named therein (including Mr. Bystedt), and Cowen and Company, LLC as underwriter (the "Underwriter"), Mr. Bystedt sold an aggregate of 560,000 outstanding shares of his Common Stock in the Company (including 60,000 shares through partial exercise of the Underwriter's over-allotment option) to the Underwriter at a per share price of \$4.00

(2) After the sale, Iwojima Sarl, a company 100% owned and controlled by Mr. Bystedt owns 2,436,299 shares of Neonode Inc Common stock. Mr. Bystedt owns an additional 1,006,184 shares of Neonode inc common stock directly. Mr. Bystedt owns warrants that may be exercised into 388,773 shares of Neonode Inc common stock with with an exercise price of \$1.38 per share and a warrant that may be exercised into 7,500 shares of Neonode Inc common stock with with an exercise price of \$3.13 per share. Iwojima Sarl owns warrants that may be exercised into 227,661 shares of Neonode Inc common stock with with an exercise price of \$1.38 per share.

(3) (2) The number shown corrects an error in Mr. Bystedt's previous related Section 16(a) filing

(4) (3) On December 14, 2011, convertible notes entered into in March 2011 automatically converted on a cashless basis into Common Stock. As a result of the conversion, Mr. Bystedt received 30,000 shares of Common Stock attributable to \$75,000 principal of a convertible loan agreement he held and 3,208 shares issuable due to outstanding interest payable under the convertible loan agreement

(5) (4) Iwo Jima SARL owns 2,996,299 shares of outstanding Common Stock

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.