Film & Music Entertainment, Inc.

Form 4

December 06, 2006

FORM	OMB AF	OMB APPROVAL						
	Number:	3235-0287						
Section 16. Form 4 or			Washington, D.C. 20549	Expires:	January 31, 2005			
			HANGES IN BENEFICIAL OWNERSHIP OF SECURITIES	Estimated a burden hour response	d average ours per			
Form 5 obligations may continue. See Instruction 1(b).  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 * Daly John			Issuer Name <b>and</b> Ticker or Trading 5. Relationship Issuer	5. Relationship of Reporting Person(s) to Issuer				
			m & Music Entertainment, Inc. [Ch.] ME.PK]	(Check all applicable)				
(Last) (First) (Middle)			ate of Earliest TransactionX_ Director  pth/Dev/(Year)X_ Officer (g	_X Director 10% Owner X Officer (give title Other (specify				
(Monday Tear)  5670 WILCHIDE DI VID. STE. 1600, 12/05/2006				below) nan, President, CEO				
	(Street)		d(Month/Day/Year) Applicable Line)	Joint/Group Filing One Reporting Per				
LOS ANGI	ELES, CA 90036			More than One Rep				
(City)	(State) 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 Datany (Month/Day/Y	Code (Instr. 3, 4 and 5)  Beneficially Owned Following Reported Transaction	Ownership Form: Direct (D) or Indirect (I) (s) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)			
C			Code V Amount (D) Price (Instr. 3 and					
Common Stock	12/05/2006	12/05/2006	M 2,250,000 A $\begin{array}{ccc} \$ & 18,145,81 \\ 0.001 & \begin{array}{ccc} \underline{(1)} \end{array}$	<sup>/</sup> D				
Common Stock			34,938,15	8 I	See Footnote (2)			

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.

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

SEC 1474

(9-02)

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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	2.	3. Transaction Date	3A. Deemed	4.	5.	6. Date Exerc	cisable and	7. Title	and	8. Price of	9. Nu
Derivative	Conversion	(Month/Day/Year)	Execution Date, if	Transactio	onNumber	Expiration D	ate	Amoun	t of	Derivative	Deriv
Security	or Exercise		any	Code	of	(Month/Day/	Year)	Underly	ying	Security	Secui
(Instr. 3)	Price of		(Month/Day/Year)	(Instr. 8)	Derivative	e		Securit	ies	(Instr. 5)	Bene
	Derivative				Securities			(Instr. 3	3 and 4)		Own
	Security				Acquired						Follo
	•				(A) or						Repo
					Disposed						Trans
					of (D)						(Instr
					(Instr. 3,						
					4, and 5)						
									A manuat		
									Amount		
						Date	Expiration		Or Number		
						Exercisable	Date		Number		
				C + V	(A) (D)				of		
				Code V	(A) (D)				Shares		

# **Reporting Owners**

Reporting Owner Name / Address				-	
	D' (	1007 0	OCC		0.1

Director Other 10% Owner

Relationships

Daly John

5670 WILSHIRE BLVD., STE. 1690 X Chairman, President, CEO

LOS ANGELES, CA 90036

## **Signatures**

/s/John Daly 12/05/2006 \*\*Signature of Date Reporting Person

## **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) Exercise of Options pursuant to Employment Agreement of May 23, 2003. Paid for by the reduction of accrued expenses.
- (2) Owned by Red Giants Productions, Inc., a company in which John Daly is a stockholder and control person.

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.

Reporting Owners 2