

TRANSCONTINENTAL REALTY INVESTORS INC  
 Form 4/A  
 March 16, 2011

**FORM 4**

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

OMB APPROVAL

OMB Number: 3235-0287  
 Expires: January 31, 2005  
 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).

**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 \*  
 TRANSCONTINENTAL REALTY ACQUISITION CORP

2. Issuer Name and Ticker or Trading Symbol  
 TRANSCONTINENTAL REALTY INVESTORS INC [TCI]

5. Relationship of Reporting Person(s) to Issuer  
 (Check all applicable)

(Last) (First) (Middle)  
 1800 VALLEY VIEW LANE,  
 SUITE 300  
 (Street)

3. Date of Earliest Transaction  
 (Month/Day/Year)  
 12/30/2010

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

DALLAS, TX 75234

4. If Amendment, Date Original Filed(Month/Day/Year)  
 01/03/2011

6. Individual or Joint/Group Filing(Check Applicable Line)  
 \_\_\_X\_\_\_ 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 Ownership (Instr. 4) |
|--|--------------------------------------|--|--------------------------------|---|---|--|-----------------------------------|
|  |                                      |  |                                | (A) or (D)  | Price   |  |                                   |
|  |                                      |  |                                | Code  | V   | Amount   |                                   |
| Common Stock, par value \$0.01 per share | 12/30/2010                           |  | J(1)                           | 45,000(1)   | D   | \$ 6.49  | 1,155,000 D                       |
| Common Stock, par value \$0.01 per share | 12/31/2010                           |  | J(2)                           | 58,226(2)   | A   | \$ 6.49  | 1,213,226 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)

**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 Underlying Securities (Instr. 3 and 4) | 8. Price of Derivative Security (Instr. 5) | 9. Number of Derivative Securities Beneficially Owned (Instr. 5) |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|--|
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|--|

## Reporting Owners

| Reporting Owner Name / Address   | Relationships |           |         |       |
|--|---------------|-----------|---------|-------|
|  | Director      | 10% Owner | Officer | Other |
| TRANSCONTINENTAL REALTY ACQUISITION CORP<br>1800 VALLEY VIEW LANE, SUITE 300<br>DALLAS, TX 75234 |               |           | X       |       |

## Signatures

Transcontinental Realty Acquisition Corp  
 \_\_\_\_\_  
 \*\*Signature of Reporting Person  
 03/16/2011  
 Date

By: Daniel J. Moos, President  
 \_\_\_\_\_  
 \*\*Signature of Reporting Person  
 03/16/2011  
 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).

On 3/14/2011 Reporting Person ("TRAC") and Arcadian Energy, Inc entered into a Rescission Agreement effective 12/30/2010 pursuant to which the prior purchase by TRAC of 45,000 shares of Common Stock of TCI at a price of \$6.49 per share from Arcadian Energy, Inc (1) was rescinded and cancelled and an unsecured promissory note issued by TRAC in the original principal amount of \$292,050 was cancelled and deemed null and void. The effect of the transaction was to rescind, ab initio, the 12/30/2010 transaction and return the 45,000 shares of TCI Common Stock to Arcadian Energy, Inc.

(2)

## Edgar Filing: TRANSCONTINENTAL REALTY INVESTORS INC - Form 4/A

On 3/15/2011 TRAC and FRE Real Estate, Inc ("FRE") entered into a Rescission Agreement effective 12/31/2010 pursuant to which the prior sale by TRAC to FRE of 58,226 shares of TCI common stock at a price of \$6.49 per share was rescinded ab initio and cancelled and an unsecured promissory note issued by FRE in the original principal amount of \$377,886.74 payable to the order of TRAC was cancelled and deemed null and void. The effect of such transaction was to rescind ab initio the 12/31/2010 transaction and return to TRAC 58,226 shares of TCI 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.