Instruction 1(b).

FORM 4

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

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

MALCHIONE ROBERT M						AVERY DENNISON CORPORATION [AVY]									k all applic	or (give title		10% Ow Other (s below)	ner
(Last) (First) (Middle) 150 N. ORANGE GROVE BLVD.						3. Date of Earliest Transaction (Month/Day/Year) 12/07/2006									,		trateg	gy & Techi	1
(Street) PASADENA CA 91103					- 4. I -	4. If Amendment, Date of Original Filed (Month/Day/Year)									ndividual or Joint/Group Filing (Check Applicable e) X Form filed by One Reporting Person Form filed by More than One Reporting Person				
(City)	(S		(Zip)	Doris	uative	0.50	ourition	- A oc	nuirod I	Dicr	accad o	of or Bo	nofici	ially	Owned				
1. Title of Security (Instr. 3)				2. Trans Date (Month	saction	n ear)	2A. Deemed Execution Date, if any (Month/Day/Year)		3. Transaction Code (Instr.		4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4			or 5. Amou Securitie Beneficia Owned F		nt of s ally following	Form (D) o	: Direct r Indirect str. 4)	7. Nature of Indirect Beneficial Ownership
									Code	v	Amount	(A) (D)	Prio	ce	Reported Transact (Instr. 3 a	ion(s)		(Instr. 4)
Common Stock 12/0						06			J ⁽¹⁾		630.0	6 A		\$ <mark>0</mark>	3,257.738				Savings Plan
Common Stock														3,825.526			D		
		-	Table II -						ired, Di option						Owned				
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution I if any (Month/Day	Date,	4. Transaction Code (Instr. 3)		of E		6. Date Exercisal: Expiration Date Month/Day/Year)			of Securi Underlyii Derivativ	7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		3. Price of Derivative Security Instr. 5)	9. Numbe derivative Securities Beneficial Owned Following Reported Transactio (Instr. 4)	e s lly	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership (Instr. 4)
					Code	v	(A)		Date Exercisabl		xpiration ate	Title	or	lumber f					
Employee Stock Option (Right to	\$67.795	12/07/2006			A ⁽²⁾		25,117		12/07/2007	7 13	2/07/2016	Common Stock	25,1	17	\$0	25,11	7	D	

Explanation of Responses:

Buy)

- 1. Shares purchased under the Company's Employee Savings Plan in transactions exempt under Rule 16b-3(c)
- 2. Options are exercisable in four cumulative installments of 25% each year beginning on the first anniversary date of the grant, which is the date given.

By: Irene Marquard For: Robert 12/08/2006 M. Malchione

** 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.