FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington,	D.C.	20549	
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Vashington,	D.C.	20549	
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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL									
OMB Number:	3235-0287								
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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).

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

Name and Address of Reporting Person*  Shout Pobout D. III.				2. Issuer Name and Ticker or Trading Symbol VirnetX Holding Corp [ VHC ]							5. Relationship of Reporting Person(s) to Issuer (Check all applicable)								
Short Robert D III											-	X	Director			10% O	vner		
(Last) C/O 308	(F DORLA C	irst) OURT	(Middle)			. Date 4/13/2		t Trans	saction	(Mont	h/Day/Year)				Officer ( below)	give title		Other (sbelow)	specify
SUITE 2	.06				4.	. If Am	endment,	Date o	of Origin	nal File	ed (Month/Da	y/Year)			ividual or Jo	oint/Group	Filing (	(Check App	licable
(Street) ZEPHYI	R COVE N	V	89448											Line)		,		ting Person One Repon	
(City)	(S	tate)	(Zip)																
		Та	ıble I - N	Non-De	rivati	ve S	ecuritie	es Ac	quire	ed, D	isposed o	f, or B	enef	icially	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) o Disposed Of (D) (Instr. 3, 4 a			Securities Beneficial	5. Amount of Securities Beneficially Owned Following		Direct I	7. Nature of Indirect Beneficial Ownership			
									Amount	(A) or (D) Price		e	Reported Transaction(s) (Instr. 3 and 4)				(Instr. 4)		
Common	Common Stock 04.		04/13	3/2012						13,333(1)	A		\$ <mark>0</mark>	13,3	13,333		D		
Common	Stock			04/16	5/2012				M		20,000	A	\$	31.15	33,333		D		
Common	Stock			04/16	5/2012				<b>S</b> <sup>(2)</sup>		20,000	D	\$24	4.336 <sup>(3)</sup>	13,333		]	D	
Common	Stock														35,000		I		By: The Short Revocable Living Trust
			Table I							•	posed of , converti			-	wned				
1. Title of Derivative Security (Instr. 3)	Derivative Conversion Date Security or Exercise (Month/Day/Year)		3A. Deen Executio if any (Month/D	ion Date, Trans		5. Number of Derivative Securities Acquired (A) ( Disposed of (D) (Instr. 3, 4 and 5)		ve es d (A) o ed of	6. Date Exercisable and Expiration Date (Month/Day/Year)			of Sec Under Deriva	7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Numb derivativ Securitie Benefici Owned Followin Reprote	re es ally ig d	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4	Beneficial Ownership (Instr. 4)
					Code	v	(A)	(D)	Date Exe	e rcisabl	Expiration le Date	ı Title	0 0	umber		(Instr. 4)	nsaction(s) str. 4)		
Stock Option (Right to Buy)	\$24.75	04/13/2012		A			20,000		(4)		04/13/202	2 Comm Stoc		0,000	\$0	20,000		D	
Stock Option (Right to Buy)	\$1.15	04/16/2012			М			20,000	00 (5)		(5) 04/02/2019		ion k	0,000	\$0	132,590		D	

## **Explanation of Responses:**

- 1. Each restricted stock unit represents a contingent right to receive, following vesting, one share of VirnetX Holding Corporation common stock. The restricted stock units vest in four equal annual installments beginning on April 13, 2013.
- 2. The sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on May 27, 2011.
- 3. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$23.85 to \$24.84, inclusive. The reporting person undertakes to provide to VirnetX Holding Corporation, any security holder of VirnetX Holding Corporation, or the staff of the Securities and Exchange Commission, upon request, full information regarding the number of shares sold at each separate price within the ranges set forth in footnote (3) to this Form 4.
- 4. 1/48th of the total shares shall vest and become exercisable on May 13, 2012 and 1/48th of the total shares shall vest and become exercisable on the same day of each month thereafter so long as the reporting person's Continuous Service Status (as defined in the Issuer's 2007 Stock Plan) cocurs, all of the Shares underlying this Option then unvested as of the date of the Change of Control, will vest and become exercisable immediately prior to the consummation of the Change of Control transaction.
- 5. 12/48th of the shares subject to the option to purchase 312,590 shares of the Company Common Stock, granted to the Reporting Person on April 3, 2009, vested and became exercisable on April 3, 2010 and 1/48th of the total shares vest and become exercisable on the same day of each month thereafter so long as the reporting person's Continuous Service Status (as defined in the Issuer's 2007 Stock Plan) continues. If a Change of Control (as defined in the Issuer's 2007 Stock Plan) occurs, all of the Shares underlying this Option then unvested as of the date of the Change of Control, will vest and become exercisable immediately prior to the consummation of the Change of Control transaction.

/s/ Kendall Larsen, Attorney-in-04/17/2012 <u>fact</u>

\*\* 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.