## FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940 OMB APPROVAL
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| 1. Name and Addres<br>HORN CHA | ss of Reporting Person<br>RLES L | n*    | 2. Issuer Name and Ticker or Trading Symbol<br><u>ALLIANCE DATA SYSTEMS CORP</u> [<br>ADS ] |                        | tionship of Reporting Person<br>all applicable)<br>Director<br>Officer (give title<br>below) | n(s) to Issuer<br>10% Owner<br>Other (specify<br>below) |
|--------------------------------|----------------------------------|-------|---|------------------------|--|---|
|                                |                                  |       | 3. Date of Earliest Transaction (Month/Day/Year)<br>05/28/2013                              |                        | EVP & Chief Financia   | ,   |
| (Street)<br>PLANO              | ТХ                               | 75024 | 4. If Amendment, Date of Original Filed (Month/Day/Year)                                    | 6. Indiv<br>Line)<br>X | idual or Joint/Group Filing (<br>Form filed by One Report<br>Form filed by More than C       | ing Person  |
| (City)                         | (State)                          | (Zip) |   |                        | Person   | . 3   |

## Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction<br>Date<br>(Month/Day/Year) | 2A. Deemed<br>Execution Date,<br>if any<br>(Month/Day/Year) | 3.<br>Transa<br>Code (<br>8) |   | 4. Securities<br>Disposed Of |               |                                | 5. Amount of<br>Securities<br>Beneficially<br>Owned Following<br>Reported | 6. Ownership<br>Form: Direct<br>(D) or Indirect<br>(I) (Instr. 4) | 7. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |
|---------------------------------|--|---|------------------------------|---|------------------------------|---------------|--------------------------------|---|---|---|
|                                 |  |   | Code                         | v | Amount                       | (A) or<br>(D) | Price                          | Transaction(s)<br>(Instr. 3 and 4)  |   | (11311.4)   |
| Common Stock                    | 05/28/2013                                 |   | S                            |   | 2,800                        | D             | <b>\$182.35</b> <sup>(1)</sup> | 35,548 <sup>(2)</sup>   | D   |   |

 
 Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of<br>Derivative<br>Security<br>(Instr. 3) | 2.<br>Conversion<br>or Exercise<br>Price of<br>Derivative<br>Security | 3. Transaction<br>Date<br>(Month/Day/Year) | 3A. Deemed<br>Execution Date,<br>if any<br>(Month/Day/Year) | 4.<br>Transa<br>Code (<br>8) |   | 5. Number<br>of<br>Derivative<br>Securities<br>Acquired<br>(A) or<br>Disposed<br>of (D)<br>(Instr. 3, 4<br>and 5) |     | 6. Date Exerc<br>Expiration Da<br>(Month/Day/N | 7. Title and<br>Amount of<br>Securities<br>Underlying<br>Derivative<br>Security (Instr. 3<br>and 4) |       | 8. Price of<br>Derivative<br>Security<br>(Instr. 5) | 9. Number of<br>derivative<br>Securities<br>Beneficially<br>Owned<br>Following<br>Reported<br>Transaction(s)<br>(Instr. 4) | 10.<br>Ownership<br>Form:<br>Direct (D)<br>or Indirect<br>(I) (Instr. 4) | 11. Nature<br>of Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |  |
|---|---|--|---|------------------------------|---|---|-----|--|---|-------|---|--|--|--|--|
|   |   |  |   | Code                         | v | (A)   | (D) | Date<br>Exercisable                            | Expiration<br>Date  | Title | Amount<br>or<br>Number<br>of<br>Shares              |  |  |  |  |

Explanation of Responses:

1. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$182.31 to \$182.39, inclusive. The reporting person undertakes to provide to Alliance Data Systems Corporation, any security holder of Alliance Data Systems 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 range set forth herein.

2. The total number of securities beneficially owned includes: (a) 11,715 unrestricted shares; (b) 884 unvested units from an award of 2,600 time-based restricted stock units granted 3/21/11; (c) 5,307 unvested units from an award of 15,605 performance-based restricted stock units granted 3/21/11; (d) 1,402 unvested units from an award of 2,092 time-based restricted stock units granted 2/21/12; (e) 8,412 unvested units from an award of 12,554 performance-based restricted stock units granted 2/21/12; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; and (g) 6,263 unvested performance-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; and (g) 6,263 unvested performance-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; and (g) 6,263 unvested performance-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; and (g) 6,263 unvested performance-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; and (g) 6,263 unvested performance-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested time-based restricted stock units granted 2/21/13; (f) 1,565 unvested units granted 2/21/13; (f) 1,565 unvested units granted 2/21/13; (f

## **Remarks:**

Cynthia L. Hageman, Attorney in Fact

\*\* 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.