

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

| OMB APPROVAL | |
|--------------------------|-----------|
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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

| | | | | | | | | |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|----------------------------------------------------------------------------------------------|--|--|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|
| 1. Name and Address of Reporting Person* <u>SRS Investment Management, LLC</u> (Last) (First) (Middle) 1 BRYANT PARK 39TH FLOOR (Street) NEW YORK NY 10036 (City) (State) (Zip) | | | 2. Issuer Name and Ticker or Trading Symbol <u>AVIS BUDGET GROUP, INC. [CAR]</u> | | | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director <input checked="" type="checkbox"/> 10% Owner Officer (give title below) Other (specify below) | | |
| | | | 3. Date of Earliest Transaction (Month/Day/Year) 12/08/2017 | | | 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person | | |
| | | | 4. If Amendment, Date of Original Filed (Month/Day/Year) | | | | | |

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 Indirect Beneficial Ownership (Instr. 4) |
|-------------------------------------------------|--------------------------------------|----------------------------------------------------|--------------------------------|---|-------------------------------------------------------------------|------------|---------|-----------------------------------------------------------------------------------------------|----------------------------------------------------------|-------------------------------------------------------|
| | | | Code | V | Amount | (A) or (D) | Price | | | |
| Common Stock, par value \$0.01 ("Common Stock") | 12/08/2017 | | X/K ⁽¹⁾ | | 1,376,795 | A | \$39.99 | 9,876,795 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | J/K ⁽¹⁾ | | 1,376,795 | D | \$40.56 | 8,500,000 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | X/K ⁽¹⁾ | | 1,621,445 | A | \$40.03 | 10,121,445 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | J/K ⁽¹⁾ | | 1,621,445 | D | \$40.56 | 8,500,000 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | X/K ⁽¹⁾ | | 213,321 | A | \$26.3 | 8,713,321 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | J/K ⁽¹⁾ | | 213,321 | D | \$40.56 | 8,500,000 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | X/K ⁽¹⁾ | | 288,439 | A | \$26.41 | 8,788,439 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | J/K ⁽¹⁾ | | 288,439 | D | \$40.56 | 8,500,000 | I | See footnotes ⁽²⁾⁽³⁾ |
| Common Stock | 12/08/2017 | | P | | 3,500,000 | A | \$40.56 | 12,000,000 | I | See footnotes ⁽²⁾⁽³⁾ |

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 Securities Underlying Derivative Security (Instr. 3 and 4) | 8. Price of Derivative Security (Instr. 5) | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4) | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) | |
|--------------------------------------------|--------------------------------------------------------|--------------------------------------|----------------------------------------------------|--------------------------------|---|----------------------------------------------------------------------------------------|-----|----------------------------------------------------------|-----------------|-----------------------------------------------------------------------------------|--------------------------------------------|----------------------------------------------------------------------------------------------------|-----------------------------------------------------------|--------------------------------------------------------|---------------------------------|
| | | | | Code | V | (A) | (D) | Date Exercisable | Expiration Date | | | | | | Title |
| Equity Swap (obligation to buy) | \$39.99 | 12/08/2017 | | X/K ⁽¹⁾ | | 1 ⁽¹⁾ | | (1) | 01/11/2019 | Common Stock | 1,376,795 | (1) | 0 ⁽¹⁾ | I | See footnotes ⁽²⁾⁽³⁾ |
| Equity Swap (obligation to buy) | \$40.03 | 12/08/2017 | | X/K ⁽¹⁾ | | 1 ⁽¹⁾ | | (1) | 01/11/2019 | Common Stock | 1,621,445 | (1) | 0 ⁽¹⁾ | I | See footnotes ⁽²⁾⁽³⁾ |
| Equity Swap (obligation to buy) | \$26.3 | 12/08/2017 | | X/K ⁽¹⁾ | | 1 ⁽¹⁾ | | (1) | 02/25/2019 | Common Stock | 213,321 | (1) | 1 ⁽¹⁾ | I | See footnotes ⁽²⁾⁽³⁾ |
| Equity Swap (obligation to buy) | \$26.41 | 12/08/2017 | | X/K ⁽¹⁾ | | 1 ⁽¹⁾ | | (1) | 02/25/2019 | Common Stock | 288,439 | (1) | 1 ⁽¹⁾ | I | See footnotes ⁽²⁾⁽³⁾ |

Explanation of Responses:

1. Equity swaps settled on December 8, 2017 pursuant to their terms based on the closing price of the Common Stock on such date. The swaps were exercisable at any time.

2. SRS Investment Management, LLC, a Delaware limited liability company, ("SRS") serves as investment manager to certain investment funds (the "Funds") and has investment discretion with respect to the securities reported herein which are held by the Funds. SRS Investment Management, LP ("SRS IM"), a Delaware limited partnership, is the managing member of the Investment Manager. SRS Investment Management GP, LLC, a Delaware limited liability company ("SRS IM GP"), is the general partner of SRS IM. Karthik R. Sarma, an Indian citizen ("Mr. Sarma," and together with SRS, the "Reporting Persons") is the managing member and principal of SRS IM GP. In such capacities, Mr. Sarma and the Investment Manager may be deemed to have voting and dispositive power with respect to the shares of Common Stock held for the Funds.

3. The filing of this statement shall not be deemed an admission that any of the Reporting Persons is the beneficial owner of the securities reported herein for purposes of Section 16 of the Securities Act of 1934, as amended, or otherwise. Each of the Reporting Persons expressly disclaims beneficial ownership of the securities reported herein except to the extent of its or his pecuniary interest therein.

SRS INVESTMENT
MANAGEMENT, LLC; by: /s/ 12/12/2017
David B. Zales, General
Counsel, by: /s/ David B. Zales
by: /s/ Karthik R. Sarma, 12/12/2017
KARTHIK R. SARMA
** 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.

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