FORM 4	4
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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).

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

OMB APPROVAL OMB Number: 3235 Estimated average burden 3235-0287 0.5 hours per response...

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

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 CODY THOMAS G	2. Issuer Name ar FEDERATED D [FD]			0,0		5. Relationship of Reporting Person(s) to Issuer (Check all applicable) 						
(Last) C/O FEDERATED I INC., 7 WEST SEV	3. Date of Earliest 7 02/24/2006	Transaction	(Mo	nth/Day/	Year)	Vice Chair						
CINCINNATI, OH 4	4. If Amendment, I	Date Origina	al Fil	ed(Month/E	Day/Year)	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)		Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	Code (Instr. 8)		(A) or D	arities Acquired Disposed of (D) 3, 4 and 5) (A) or nt (D) Price		Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership	
Common Stock		02/24/2006		М		60,000	А	\$ 51.25	86,453	D		
Common Stock		02/24/2006		М		32,500	А	\$ 28.57	118,953	D		
Common Stock		02/24/2006		S		92,500	D	\$ 70.3802	26,453	D		
Common Stock									1,152 (1)	Ι	By 401(k) Plan	

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information SEC 1474 (9-02) contained in this form are not required to respond unless the form displays a currently valid OMB control number.

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned

(e.g., puts, calls, warrants, options, convertible securities)															
Security (Instr. 3)	Conversion	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any (Month/Day/Year)	Code	ransaction of ode Derivative			6. Date Exer Expiration I (Month/Day	Date	7. Title and Amount of Underlying Securities (Instr. 3 and 4)		Derivative Security (Instr. 5)	Derivative Securities Beneficially Owned Following Reported Transaction(s)	Ownership Form of Derivative Security: Direct (D) or Indirect	Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Option to Purchase Common Stock		02/24/2006		М			60,000	(2)	03/27/2008	Common Stock	60,000	\$ 0	60,000	D	
Option to Purchase Common Stock		02/24/2006		М			32,500	<u>(3)</u>	03/28/2013	Common Stock	32,500	\$ 0	32,500	D	

Reporting Owners

Demontra Orman Nama / Address	Relationships						
Reporting Owner Name / Address	Director	10% Owner	Officer	Other			
CODY THOMAS G C/O FEDERATED DEPARTMENT STORES, INC. 7 WEST SEVENTH STREET CINCINNATI, OH 45202			Vice Chair				

Signatures

/s/Padma Tatta Cariappa, as attorney-in-fact for Thomas G. Cody pursuant to a Power of Attorney

**Signature of Reporting Person

02/28/2006 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).
- (1) Reflects matching contributions under the Issuer's 401(k) plan, derived by dividing the value of the undivided interest of the reporting person in the applicable investment fund as of February 27, 2006 by \$71.17, the stock price of such date.
- (2) Options became exercisable as follows: 30,000 on March 27, 1999 and 30,000 on March 27, 2000.
- (3) Options became exercisable as follows: 16,250 on March 28, 2004 and 16,250 on March 28, 2005.

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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