GREY DANIEL Form SC 13D/A February 10, 2006

SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

Schedule 13D

Under the Securities Exchange Act of 1934

(Amendment No. 1)

SBE, Inc.

(Name of Issuer)

Common Stock

(Title of Class of Securities)

783873201

(CUSIP Number)

Daniel Grey SBE, Inc. 4000 Executive Parkway, Suite 200 San Ramon, CA 94583 (925) 355-2000

(Name, Address and Telephone Number of Person Authorized to Receive Notices and Communications)

December 31, 2005

(Date of Event which Requires Filing

(Date of Event which Requires Filing of this Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of ss.ss.240.13d-1(e), 240.13d-1(f) or 240.13d-1(g), check the following box $|_|$.

NOTE: Schedules filed in paper format should include a signed original and five (5) copies of the schedule. See Rule 13d-7 (b) for other parties to whom copies are to be sent.

* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and for any subsequent amendment containing information which would alter disclosures provided in a prior cover page.

The information required on the remainder of this cover page shall not be deemed to be "filed" for the purpose of Section 18 of the Securities Exchange Act of 1934 ("Act") or otherwise subject to the liabilities of that section of the Act but shall be subject to all other provisions of the Act (however, see the Notes).

(Continued on following pages)
(Page 1 of 4 Pages)

CUSIP NO.	. 783873201	 L		13D		Pag	 e 2 of 4 Pages
1	NAME OF REPORTING PERSONS S.S. OR I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS Daniel Grey						
2	CHECK THE A	PPROPRI	ATE BOX	IF A MEMBI	ER OF A GROU	JP	
						(a) _ (b) _
3	SEC USE ONLY	ď					
4	SOURCE OF FUNDS (See Instructions) PF						
5	CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDING IS REQUIRED PURSUANT TO ITEMS 2(d) OR 2(e) _						
6	CITIZENSHIP OR PLACE OF ORGANIZATION United States						
NUMBEF	₹	7	SOLE VC	TING POWE	R - 263,830		
OF SHARES		8 SHARED VOTING POWER - 0					
BENEFICI <i>A</i> OWNED B	ЗY	9 SOLE DISPOSITIVE POWER - 263,830					
REPORTIN PERSON WITH		10	SHARED	DISPOSITI	VE POWER - ()	
11	AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON - 263,830(1)						
12	CHECK BOX IF THE AGGREGATE AMOUNT IN ROW 11 EXCLUDES CERTAIN SHARES						
13	PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW 11 - 2.6%						
14	TYPE OF RI	EPORTIN	G PERSON	I – IN			
	ides 263,830		subject	to outsta	anding option	ons.	
Item 1:	Security and Issuer.						
	Class of Sec	curitie	s:	Common St	tock		
	Issuer:			SBE, Inc. ("Issuer")			
	Principal Address:			4000 Executive Parkway, Suite 200			

San Ramon, CA 94583

Item 2: Identity and Background.

(a) Reporting Persons:

Daniel Grey

(b) Principal Business Address:

SBE, Inc. 4000 Executive Parkway, Suite 200 San Ramon, CA 94583

- (c) Principal Occupation/Principal Business: President, Chief Executive Office and Member of the Board of Directors of SBE, Inc.
- (d) None.
- (e) None.
- (f) Not applicable.

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Item 3: Source and Amount of Funds or Other Consideration.

Personal funds.

Item 4: Purpose of Transaction.

Investment purpose.

Item 5: Interest in Securities of the Issuer.

- (a) Shares Owned 263,830 (includes 263,830 shares subject to vested stock options).
- (b) Percentage of Class 2.6%
- (c) See Item 3 above.
- (d) Not applicable.
- (e) December 31, 2005.

Not applicable.

Item 7: Material to be Filed as Exhibits.

Not applicable.

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and

correct.

Date: February 3, 2006

By: /s/ Daniel Grey

Daniel Grey

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