Rometty Virginia M Form 4 November 06, 2009

FORM 4

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

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF

SECURITIES

OMB APPROVAL OMB 3235-0287

Number:

January 31, Expires: 2005 Estimated average

burden hours per 0.5 response...

Check this box if no longer subject to Section 16. Form 4 or Form 5

obligations

may continue.

See Instruction

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section

30(h) of the Investment Company Act of 1940

1(b).

(City)

(State)

(Zip)

(Print or Type Responses)

1. Name and Address of Reporting Person ** Rometty Virginia M			2. Issuer Name and Ticker or Trading Symbol INTERNATIONAL BUSINESS	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)		
			MACHINES CORP [IBM]	`		
(Last) IBM CORPO	(First) RATION, 29	(Middle) 4 ROUTE	3. Date of Earliest Transaction (Month/Day/Year) 11/05/2009	Director 10% Owner Officer (give title Other (specify below) Senior Vice President		
	(Street)		4. If Amendment, Date Original	6. Individual or Joint/Group Filing(Check		
SOMERS, NY 10589			Filed(Month/Day/Year)	Applicable Line) _X_ Form filed by One Reporting Person Form filed by More than One Reporting Person		

Table I. Non-Derivative Secur	ities Acquired D	isposed of or Rer	neficially Owned

Tuble 1 1 (on Bell (university of Bell (univer									
1.Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	3. 4. Securities Acquired (A) Transactiomr Disposed of (D) Code (Instr. 3, 4 and 5) (Instr. 8)			5. Amount of Securities Beneficially Owned Following	6. Ownership Form: Direct (D) or Indirect	7. Nature of Indirect Beneficial Ownership (Instr. 4)		
			Code V	Amount	(A) or (D)	Price	Reported Transaction(s) (Instr. 3 and 4)	(I) (Instr. 4)	
Common Stock	11/05/2009		M	968	A	\$ 103.25	30,323.9067	D	
Common Stock	11/05/2009		M	24,232	A	\$ 103.25	54,555.9067	D	
Common Stock	11/05/2009		S	3,200	D	\$ 123	51,355.9067	D	
Common Stock	11/05/2009		S	100	D	\$ 123.02	51,255.9067	D	
Common Stock	11/05/2009		S	7,800	D	\$ 123.03	43,455.9067	D	

Edgar Filing: Rometty Virginia M - Form 4

Common Stock	11/05/2009	S	5,200	D	\$ 123.04	38,255.9067	D
Common Stock	11/05/2009	S	1,000	D	\$ 123.05	37,255.9067	D
Common Stock	11/05/2009	S	7,900	D	\$ 123.06	29,355.9067	D

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

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 control number.

SEC 1474

(9-02)

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 orDerivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisab Expiration Date (Month/Day/Year		7. Title and A Underlying S (Instr. 3 and	Securities
				Code V	(A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Share
Emp. Stock Option (right to buy)	\$ 103.25	11/05/2009		M	968	02/29/2004(1)	02/28/2010	Common Stock	968
Emp. Stock Option (right to buy)	\$ 103.25	11/05/2009		M	24,232	02/29/2004(1)	02/28/2010	Common Stock	24,231

Reporting Owners

Reporting Owner Name / Address	Relationships					
· · · · · · · · · · · · · · · · · · ·	Director	10% Owner	Officer	Other		
Rometty Virginia M IBM CORPORATION 294 ROUTE 100 SOMERS, NY 10589			Senior Vice President			

Reporting Owners 2

Signatures

D. Cummins on behalf of V. M. Rometty 11/06/2009

**Signature of Reporting Person 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) This grant vested in four equal annual installments; the last installment vested on the date shown above.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

Signatures 3