

EASTMAN CHEMICAL CO
 Form 4
 May 11, 2006

FORM 4

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

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).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

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

(Print or Type Responses)

1. Name and Address of Reporting Person *
SNEED NORRIS P

2. Issuer Name and Ticker or Trading Symbol
EASTMAN CHEMICAL CO [EMN]

5. Relationship of Reporting Person(s) to Issuer
 (Check all applicable)

(Last) (First) (Middle)
EASTMAN CHEMICAL COMPANY, 200 SOUTH WILCOX DRIVE
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)
05/09/2006

____ Director
 Officer (give title below) _____ Other (specify below)
SVP, HR Communications and PA

KINGSPORT, TN 37660

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 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)	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 Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price
Common Stock	05/09/2006		M		1,000	A	\$ 45.81
Common Stock	05/09/2006		F		791	D	\$ 57.86
Common Stock	05/09/2006		M		1,675	A	\$ 46.06
Common Stock	05/09/2006		F		1,333	D	\$ 57.86
Common Stock	05/09/2006		M		2,250	A	\$ 43.66
							7,987
							7,196
							8,871
							7,538
							9,788

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Common Stock	05/09/2006	S	2,250	D	\$ 57.86	7,538	D	
Common Stock						514 ⁽¹⁾	I	401(k) Plan
Common Stock						520	I	ESOP

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

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(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 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 Underlying Securities (Instr. 3 and 4)	Amount or Number of Shares	
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Employee Stock Option (Right to Buy)	\$ 45.81	05/09/2006		M	1,000	02/16/2001 02/15/2009	Common Stock	1,000	
Employee Stock Option (Right to Buy)	\$ 57.86	05/09/2006		A	791	05/09/2006 02/15/2009	Common Stock	791	
Employee Stock Option (Right to Buy)	\$ 46.06	05/09/2006		M	1,675	04/07/2002 04/07/2010	Common Stock	1,675	
Employee Stock Option (Right to Buy)	\$ 57.86	05/09/2006		A	1,333	05/09/2006 04/07/2010	Common Stock	1,333	

Employee
Stock
Option
(Right to
Buy)

\$ 43.66

05/09/2006

M

2,250

04/02/2006

04/02/2014

Common
Stock

2,250

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
SNEED NORRIS P EASTMAN CHEMICAL COMPANY 200 SOUTH WILCOX DRIVE KINGSPORT, TN 37660			SVP, HR Communications and PA	

Signatures

Brian L. Henry, by Power of
Attorney

05/11/2006

__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) Includes 4 shares acquired since March 13, 2006 resulting from automatic reinvestment of dividends.

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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