Shaughnessy Timothy S Form 4 May 11, 2009

FORM 4

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

OMB 3235-0287

Check this box if no longer subject to Section 16.

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Number: 3235-0287 Expires: January 31, 2005

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OMB APPROVAL

Section 16. Form 4 or Form 5 obligations may continue.

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

burden hours per response...

Estimated average

See Instruction 1(b).

(Print or Type Responses)

1. Name and Address of Reporting Person * Shaughnessy Timothy S			2. Issuer Name and Ticker or Trading Symbol INTERNATIONAL BUSINESS MACHINES CORP [IBM]	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)
(Last) IBM CORPO	(First) RATION, 29	(Middle) 94 ROUTE	3. Date of Earliest Transaction (Month/Day/Year) 05/08/2009	Director 10% Owner _X_ Officer (give title Other (specify below) Senior Vice President
	(Street)		4. If Amendment, Date Original Filed(Month/Day/Year)	6. Individual or Joint/Group Filing(Check Applicable Line) _X_ Form filed by One Reporting Person
SOMERS, N	Y 10589			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. Securi or(A) or Di (Instr. 3,	ispose	d of (D)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
			Code V	Amount	or (D)	Price	(Instr. 3 and 4)			
Common Stock	05/08/2009		M	2,224	A	\$0	19,720.749	D		
Common Stock	05/08/2009		M	2,243	A	\$ 0	21,963.749	D		
Common Stock	05/08/2009		F	1,030	D	\$ 101.79	20,933.749	D		
Common Stock	05/08/2009		F	1,038	D	\$ 101.79	19,895.749	D		
Common Stock	05/08/2009		M	526	A	\$ 0	2,227.474	I (3)	spouse	

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D $^{\$}_{101.79}$ 2,029.474 $I^{(3)}_{2}$ Common 05/08/2009 F spouse Stock

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. Transactio Code (Instr. 8)	5. Number on Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		(Instr. 3 and 4)		8. Pric Deriva Securi (Instr.
				Code V	(A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	
Rst. Stock Unit	\$ 0 (1)	05/08/2009		M(2)	2,224	<u>(1)</u>	<u>(1)</u>	Common Stock	2,224	\$ (
Rst. Stock Unit	\$ 0 (1)	05/08/2009		M(2)	2,243	<u>(1)</u>	<u>(1)</u>	Common Stock	2,243	\$ (
Rst. Stock Unit	\$ 0 (1)	05/08/2009		M(2)	526	<u>(1)</u>	(1)	Common Stock	526	\$ (

Reporting Owners

Reporting Owner Name / Address				
	Director	10% Owner	Officer	Other
Shaughnessy Timothy S				
IBM CORPORATION			Senior Vice President	
294 ROUTE 100			Sellior vice Flesidelli	

SOMERS, NY 10589 Signatures

D. Cummins for T. S. Shaughnessy by 05/11/2009 power-of-attorney

2 Reporting Owners

Relationships

**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) These units were payable in cash or the company's common stock upon the lapse of the restrictions on the transaction date shown.
- (2) Release of restricted stock units.
- (3) The reporting person disclaims beneficial ownership of the securities, and this report shall not be deemed an admission that the reporting person is the beneficial owner of such securities for purposes of Section 16 or for any other purpose.

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