

KERN R. FRANKLIN III  
Form 4  
August 02, 2010

**FORM 4**

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

OMB APPROVAL

OMB Number: 3235-0287  
Expires: January 31, 2005  
Estimated average burden hours per response... 0.5

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**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 \*  
KERN R. FRANKLIN III

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) (First) (Middle)

3. Date of Earliest Transaction (Month/Day/Year)  
07/30/2010

\_\_\_\_ Director \_\_\_\_\_ 10% Owner  
 Officer (give title below) \_\_\_\_\_ Other (specify below)  
Senior Vice President

IBM CORPORATION, ONE NORTH CASTLE DRIVE

(Street)

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

ARMONK, NY 10504

(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	07/30/2010		M		955	A	\$ 104.71	36,510	D	
Common Stock	07/30/2010		M		24,245	A	\$ 104.71	60,755	D	
Common Stock	07/30/2010		S		100	D	\$ 127.92	60,655	D	
Common Stock	07/30/2010		S		900	D	\$ 127.93	59,755	D	
Common Stock	07/30/2010		S		400	D	\$ 127.94	59,355	D	

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Common Stock	07/30/2010	S	1,445	D	\$ 127.95	57,910	D
Common Stock	07/30/2010	S	600	D	\$ 127.96	57,310	D
Common Stock	07/30/2010	S	400	D	\$ 127.97	56,910	D
Common Stock	07/30/2010	S	500	D	\$ 127.98	56,410	D
Common Stock	07/30/2010	S	100	D	\$ 127.9806	56,310	D
Common Stock	07/30/2010	S	100	D	\$ 127.99	56,210	D
Common Stock	07/30/2010	S	1,100	D	\$ 128	55,110	D
Common Stock	07/30/2010	S	100	D	\$ 128.0094	55,010	D
Common Stock	07/30/2010	S	600	D	\$ 128.01	54,410	D
Common Stock	07/30/2010	S	300	D	\$ 128.02	54,110	D
Common Stock	07/30/2010	S	300	D	\$ 128.03	53,810	D
Common Stock	07/30/2010	S	900	D	\$ 128.05	52,910	D
Common Stock	07/30/2010	S	900	D	\$ 128.06	52,010	D
Common Stock	07/30/2010	S	100	D	\$ 128.07	51,910	D
Common Stock	07/30/2010	S	100	D	\$ 128.09	51,810	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	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)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)
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