Clementi Erich
Form 4
February 17, 2011

FORM 4

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

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

OMB APPROVAL

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

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. *See* Instruction 1(b).

(Print or Type Responses)

1. Name and Address of Reporting Person *
Clementi Erich

(Last) (First) (Middle)

IBM CORPORATION, ONE NEW ORCHARD ROAD

(Street)

ARMONK, NY 10504

(City) (State) (Zip)

2. Issuer Name **and** Ticker or Trading Symbol
INTERNATIONAL BUSINESS MACHINES CORP [IBM]

3. Date of Earliest Transaction (Month/Day/Year)
02/16/2011

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

_____ Director _____ 10% Owner
__X__ Officer (give title below) _____ Other (specify below)
Senior Vice President

6. Individual or Joint/Group Filing(Check Applicable Line)
_X_ Form filed by One Reporting Person
___ Form filed by More than One Reporting Person

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 Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(A) or (D)	Price			
Common Stock	02/16/2011		M		23,555	A	$ 104.3	44,006.923	D	
Common Stock	02/16/2011		S		200	D	$ 163.235	43,806.923	D	
Common Stock	02/16/2011		S		300	D	$ 163.24	43,506.923	D	
Common Stock	02/16/2011		S		900	D	$ 163.245	42,606.923	D	
Common Stock	02/16/2011		S		1,300	D	$ 163.25	41,306.923	D	

Common Stock	02/16/2011	S	100	D	$ 163.2575	41,206.923	D
Common Stock	02/16/2011	S	500	D	$ 163.26	40,706.923	D
Common Stock	02/16/2011	S	585	D	$ 163.27	40,121.923	D
Common Stock	02/16/2011	S	100	D	$ 163.274	40,021.923	D
Common Stock	02/16/2011	S	100	D	$ 163.275	39,921.923	D
Common Stock	02/16/2011	S	1,014	D	$ 163.28	38,907.923	D
Common Stock	02/16/2011	S	162	D	$ 163.285	38,745.923	D
Common Stock	02/16/2011	S	1,021	D	$ 163.29	37,724.923	D
Common Stock	02/16/2011	S	100	D	$ 163.2901	37,624.923	D
Common Stock	02/16/2011	S	249	D	$ 163.295	37,375.923	D
Common Stock	02/16/2011	S	1,419	D	$ 163.3	35,956.923	D
Common Stock	02/16/2011	S	500	D	$ 163.304	35,456.923	D
Common Stock	02/16/2011	S	312	D	$ 163.305	35,144.923	D
Common Stock	02/16/2011	S	300	D	$ 163.308	34,844.923	D
Common Stock	02/16/2011	S	3,736	D	$ 163.31	31,108.923	D

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

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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 o Underlying Securities (Instr. 3 and 4)

	Derivative Security			or Disposed of (D) (Instr. 3, 4, and 5)							
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Share
Emp. Stock Option (right to buy)	$ 104.3	02/16/2011		M			23,555	02/26/2006(1)	02/25/2012	Common Stock	23,555

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Clementi Erich IBM CORPORATION ONE NEW ORCHARD ROAD ARMONK, NY 10504			Senior Vice President	

Signatures

D. Cummins on behalf of E. Clementi	02/17/2011
**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.

Remarks:

Additional transactions will be shown on a subsequent Form 4.

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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