

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 or 15(d) of the  
Securities Exchange Act of 1934

Date of Report (Date of Earliest Event Reported): April 9, 2008

XOMA LTD.

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(Exact name of registrant as specified in its charter)

BERMUDA

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(State or other jurisdiction of incorporation)

0-14710

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(Commission File Number)

52-2154066

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(IRS Employer Identification No.)

2910 Seventh Street, Berkeley, California  
(Address of principal executive offices)

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94710  
(Zip code)

Registrant's telephone number, including area code

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(510) 204-7200

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(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)  
 Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)  
 Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))  
 Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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**Item 8.01. Other Events**

On April 9, 2008, XOMA Ltd. (the “Company”) filed with the Securities and Exchange Commission ( the “SEC”) definitive proxy materials in connection with the Company’s 2008 annual general meeting of shareholders (the “Annual Meeting”), which are being mailed to shareholders. Attached hereto as Exhibit 1 and incorporated herein by reference is a table of supplemental information about the Company’s existing share option plans after giving effect to the approval of the proposals set forth in the definitive proxy materials.

*Important Additional Information and Where to Find It*

This filing and the information contained herein may be deemed to be solicitation material in respect of the matters subject to shareholder approval at the Annual Meeting. SHAREHOLDERS OF THE COMPANY ARE URGED TO READ ALL RELEVANT DOCUMENTS FILED WITH THE SECURITIES AND EXCHANGE COMMISSION, INCLUDING THE COMPANY’S DEFINITIVE PROXY MATERIALS, BECAUSE THEY CONTAIN IMPORTANT INFORMATION ABOUT THE ANNUAL MEETING AND THE COMPANY’S REQUESTED SHAREHOLDER APPROVALS. Shareholders may obtain a free copy of the definitive proxy materials filed by the Company from the SEC’s website at <http://www.sec.gov>. The definitive proxy materials may also be obtained for free from the Company’s website at <http://www.xoma.com>.

*Participants in the Solicitation*

The Company and its directors, officers and employees may be deemed to be participants in the solicitation of proxies from shareholders. Information regarding the interests of such directors and executive officers is set forth in the definitive proxy statement filed with the SEC on April 9, 2008, and information concerning all of the Company’s participants in the solicitation is included in the definitive proxy statement.

**Item 9.01. Financial Statements and Exhibits.**

1. Supplemental Option Plan-Related Information as of March 20, 2008
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SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Dated: April 9, 2008

XOMA LTD.

By: /s/ Christopher J. Margolin  
Christopher J. Margolin  
Vice President, General  
Counsel and Secretary

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EXHIBIT INDEX

<u>Number</u>	<u>Description</u>
1.	Supplemental Option Plan-Related Information as of March 20, 2008

## Supplemental Option Plan-Related Information

The following table sets forth certain information for consideration in connection with the proposals relating to the Company's share option plans described in the Company's definitive proxy statement, filed with the SEC on April 9, 2008, relating to its 2008 annual general meeting of shareholders. **The information below relates to all of the Company's active share option plans, is as of March 20, 2008 (the record date for the annual general meeting), assumes all option-related proposals are approved by shareholders and gives effect to options granted subject to such approval.**

Shares available for grant as options	4,327,851
Shares available for direct issuance (a subset of the 4,327,851 shares set forth above)	819,878
Options outstanding	19,980,225
Average exercise price of outstanding options	\$3.46
Average remaining term of outstanding options	8.5 years
Shares issued directly (during the period 1994-2007)(1)	1,102,816

(1) 1,098,216 of which were issued pursuant to shareholder-approved bonus plans (which have since been amended to require that all bonus payments thereunder be made entirely in cash) and 4,600 of which were issued pursuant to shareholder-approved option and restricted share plans.