Check this box if no

longer subject to Section 16. Form 4 or

Form 5 obligations

may continue. See

Instruction 1(b).

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Washington, D.C. 20549

OMB APPROVAL OMB Number: 3235-0287 Estimated average burden hours per response... 0.5

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

e Responses)														
1. Name and Address of Reporting Person * MARGOLIN CHRISTOPHER J				2. Issuer Name and Ticker or Trading Symbol XOMA LTD /DE/ [XOMA]							5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director X Officer (give title below) Other (specify below) VP, General Counsel & Sec'y				
(Last) (First) (Middle) C/O XOMA LTD., 2910 SEVENTH STREET				3. Date of Earliest Transaction (Month/Day/Year) 01/07/2011											
(Street) BERKELEY, CA 94710				4. If Amendment, Date Original Filed(Month/Day/Year)						6. Individual or Joint/Group Filing(Check Applicable Line) _X_Form filed by One Reporting PersonForm filed by More than One Reporting Person					
(City) (State) (Zip)			Table I - Non-Derivative Securities Acqu						s Acquired,	ired, Disposed of, or Beneficially Owned					
1.Title of Security (Instr. 3) 2. Transaction Date (Month/Day/Yea				ate, if Co	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Amount (D) Price		Owned Following Reported Transaction(s) (Instr. 3 and 4)			6. 7. Nature Ownership Form: Beneficial Direct (D) or Indirect (I) (Instr. 4)			
Report on a se	eparate line for each		Derivati	ive Se	curities	Acqı	Person in this display uired, Disp	s who respond form are not reas as a currently was	equired to valid OMB ficially Own	respond control n	unless the		ed SEC 14	174 (9-02)	
2. Conversion or Exercise Price of Derivative Security	ve (Month/Day/Year)	3A. Deemed Execution Date, if any	4. 5. N Transaction of I Code Sec (Instr. 8) Acc or I of (Inst		5. Numb of Deriva Securitie Acquired or Dispo of (D) (Instr. 3,	Number Corrivative Expiratic (Month/I Disposed D) Str. 3, 4,		ercisable and Date	7. Title and of Underly Securities	7. Title and Amount of Underlying Securities		Derivative Securities Beneficially Owned Following Reported	Form of Derivative Security: Direct (D) or Indirect	(Instr. 4)	
			Code	V	(A)	(D)	Date Exercisabl	Expiration Date	Title	Amount or Number of Shares		(Instr. 4)	(Instr. 4)		
\$ 5.83	01/07/2011		A		15,640		(1)	01/07/2021	Commor Shares	15,640	\$ 5.83	15,640	D		
\$ 5.83	01/07/2011		A		73,830		(1)	01/07/2021	Commor Shares	73,830	\$ 5.83	73,830	D		
	d Address of LIN CHRI MA LTD., 2 EY, CA 94 cecurity Report on a second or Exercise Price of Derivative Security \$ 5.83	LIN CHRISTOPHER J (First) MA LTD., 2910 SEVENTH (Street) EY, CA 94710 (State) ecurity 2. Conversion or Exercise Price of Derivative Security \$ 5.83 01/07/2011	A Address of Reporting Person* LIN CHRISTOPHER J (First) (Middle) (MA LTD., 2910 SEVENTH STREET (Street) (Street) (EY, CA 94710 (Cip) (State) (Zip) (Month/Day/Year) (Month/Day/Year) 2. Transaction Date (Month/Day/Year) (Month/Day/Year) 2. Conversion or Exercise Price of Derivative Security (Month/Day/Year) \$ 5.83 01/07/2011	A Address of Reporting Person* LIN CHRISTOPHER J O (First) (Middle) (Middle) (Street) (Street) (Street) (State) (Zip) Security 2. Transaction Date (Month/Day/Year) 2. Transaction Date (Month/Day/Year) 2. Trable II - Derivative (e.g., pur (Month/Day/Year) 2. Transaction Date (Month/Day/Year) (Month/Day/Year) 3. Transaction Date (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) Code \$ 5.83 01/07/2011 A 2. A Deemed Execution Date, if any (Month/Day/Year) Code Code \$ 5.83 01/07/2011 A	Address of Reporting Person LIN CHRISTOPHER J (Street) (Street) (Street) (Street) (Street) (Street) (Street) (Street) (Street) (A. If Amendment And A LTI (Street) (Street) (Street) (A. If Amendment And A LTI (Street) (A. If Amendment And A LTI (Street) (Street) (A. If Amendment And A LTI (Street) (Street) (A. If Amendment And A LTI (A. If Amendm	Address of Reporting Person * LIN CHRISTOPHER J (First) (Middle) (ALTD., 2910 SEVENTH STREET (Street) (Street) (State) (A. Deemed Execution Date, if One Perivative Securities (e.g., puts, calls, warr. and one parameters (month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Instr. 8) Code (Instr. 8) Code V (A) S 5.83 01/07/2011 A 15,640	2. Issuer Name and Ticker XOMA LTD /DE/ [XOMA LTD /	2. Issuer Name and Ticker or Trading XOMA LTD /DE/ [XOMA] (First) (Middle) (A LTD., 2910 SEVENTH STREET) (Street) 4. If Amendment, Date Original Filed(M EY, CA 94710 (State) (Zip) Table 1 - Non-Derivative Securities Date (Month/Day/Year) Report on a separate line for each class of securities beneficially owned directly or indirectly. Table II - Derivative Securities Acquired (A) (Month/Day/Year) Person or Exercise Price of Derivative Security Security Table II - Derivative Securities Acquired (A) (Month/Day/Year) A S. Number Code (Month/Day/Year) (Month/Day/Year) A S. Number Code (Month/Day/Year) (Month/Day/Year) A S. Number Code (Month/Day/Year) (Month/Day/Year) A S. S. Securities Code (Instr. 8) Code (Month/Day/Year) A Date Execution Date or Disposed of (D) (Instr. 3, 4, and 5) Code (V A) Date Exercisable Code (V (A) (D) Date Exercisable Code (V (A) (D)	2. Issuer Name and Ticker or Trading Symbol XOMA LTD /DE/ [XOMA] 3. Date of Earliest Transaction (Month/Day/Year) (1/07/2011 4. If Amendment, Date Original FiledMonth/Day/Year) (A) or Date (Month/Day/Year) (Instr. 3, 4 and 5) 2. Transaction Date (Month/Day/Year) (A) or Derivative Securities Code (Instr. 3, 4 and 5) 2. Transaction Date (Month/Day/Year) (A) or Derivative Securities Securities Securities Acquired, Date (Month/Day/Year) (A) or Disposed of (D) (Instr. 3, 4 and 5) 2. Transaction Date (Month/Day/Year) (A) or Disposed of (D) (Instr. 3, 4 and 5) 2. Table II - Derivative Securities Acquired, Disposed of, or Bene (e.g., puts, calls, warrants, options, convertible securities (Instr. 8) (Month/Day/Year) (Month/Day/Yea	Address of Reporting Person* LIN CHRISTOPHER J (Middle) (Math) A LTD., 2910 SEVENTH STREET (Street) (State) (Zip) (Zip) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) (Inst (A) or Code (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (Inst) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3) (A) or Derivative Securities Acquired (Bay and Constant Securities Acquired (Bay and Constant Securities Acquired (Code (Instr. 8)) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Disposed of (D) (Instr. 3, 4 and 5) (A) or Disposed of (D) (Instr. 3, 4 and 5) (Instr. 3) or Derivative Securities Sec	Address of Reporting Person.* LIN CHRISTOPHER J (Street) A LTD, 2910 SEVENTH STREET (Street) A LTD, 2910 SEVENTH STREET (Street) 4. If Amendment, Date Original Filed(Month/Day/Year) (Month/Day/Year) (Month/Day/Year) 2. Transaction Date (Month/Day/Year) (Month/Day/Year) 2. Transaction Date (Month/Day/Year) (Month/Day/Year) 2. Transaction Date in John Code (Instr. 8) (Month/Day/Year) (Month/Day/Year) 2. Transaction Date in John Code (Instr. 8) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) 2. Transaction Date in John Code (Instr. 8) (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) 2. Transaction Date (A) or Disposed of (D) (Instr. 3, 4 and 5) (Instr. 3 and 4) (A) or Disposed of (D) (Instr. 3, 4 and 5) (Instr. 3 and 4) (Code V Amount (D) Price (Month/Day/Year) (Mont	d Address of Reporting Person ** LIN CHRISTOPHER J (Middle) (Ma LTD., 2910 SEVENTH STREET (Street) (Zip) (Zip) (Zip) (Zip) (Zip) (Zip) (Street) (Zip) (Zip) (Street) (Zip) (Zip) (Month/Day/Year) (Zip) (Month/Day/Year) (Mont	Address of Reporting Persons* 2. Issuer Name and Ticker or Trading Symbol XOMA LTD /DE/ [XOMA] (Since) (Histo) (Middle) (ALTD., 2910 SEVENTH STREET (Since) 4. If Amendment, Date Original Filed(Month/Day/Year) (Exp. CA 94710 Table 1- Non-Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3) and ad) 2. Transaction Date (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) 2. A Deemed Execution Date, if (Month/Day/Year) (Month/Day/Year) 2. Transaction Date (Month/Day/Year) (Month/Day/Year) 2. Transaction Date (A) or Disposed of (D) (Instr. 3) and 3) 3. Transaction or Exercise (Month/Day/Year) (Month/Day/Year) 2. Transaction Date (Month/Day/Year) (Month/Day/Year) 3. Transaction (Instr. 3) 4. Securities Acquired (A) or Disposed of (D) (Instr. 3) 4. Securities Acquired (A) or Disposed of (D) (Instr. 3) (Instr. 3) and 4) (Instr. 3) and 5) (Instr. 3) and 4) (Instr. 3) and 3) (Instr. 3) and 4) (Instr. 3) and 5) (Instr. 3) and 4) (Instr. 3) and 4) (Instr. 3) and 4) (Instr. 3) and 5) (Instr. 3) and 5)	Address of Reporting Person.* 2. Issuer Name and Ticker or Trading Symbol XOMA LTD / DE/ [XOMA] 3. Relationship of Reporting Person(s) to Issuer (Chick all applicable) 101/07/2011 4. If Amendment, Date Original FiledMonth/Day/Year) 101/07/2011 4. If Amendment, Date Original FiledMonth/Day/Year) 2. Tansaction Date Exy, CA 94710 2. Tansaction Date Execution Date (Month/Day/Year) 2. Tansaction Date Execution Date (Month/Day/Year) (Month/Day/Year) 2. Tansaction Date Execution Date (Month/Day/Year) (Month/Day/Year) 2. Tansaction Date Execution Date (Month/Day/Year) (Month/Day/Year) (Month/Day/Year) 3. Tansaction Code (Not y V Amount (D) Price (Instr. 3, 4 and 5) 4. Securities Acquired (A) or Disposed of (D) (Instr. 3 and 4) (Instr. 4) 4. Spring a currently valid OMB control number. Table II - Derivative Securities Acquired, Disposed of (D) (Instr. 3 and 4) (Instr. 4) 2. Tansaction Date (Execution Date) (Instr. 3, 4 and 5) 2. Tansaction Date Execution Date (Execution Date) (Instr. 4) 2. Tansaction Date Execution Date (Execution Date) (Instr. 4) 2. Tansaction Date Execution Date (Instr. 4) 2. Tansaction Date Execution Date (Instr. 4) 3. Transaction (Instr. 3) 4. Securities Acquired (Instr. 3) (Instr. 3 and 4) 3. Transaction (Instr. 3) 4. Securities Acquired (Disposed of (D) (Instr. 3) (Instr. 3) (Instr. 3) 4. Spring a currently valid OMB control number. Table II - Derivative Securities Acquired, Disposed of (D) (Instr. 4) 4. Spring a currently valid OMB control number. Table II - Derivative Securities Acquired, Disposed of (D) (Instr. 3) 4. Spring a currently valid OMB control number. Table II - Derivative Securities Acquired (D) (Instr. 4) 2. Tansaction (Instr. 3) 3. Transaction (Instr. 3) 4. Spring a currently valid OMB control number. Table II - Derivative Securities Acquired (D) (Instr. 3) 4. Spring a currently valid OMB control number. Table II - Derivative Securities Acquired (D) (Instr. 3) 4. Spring a currently valid OMB control number. Table II - Derivative Securities (D) (In	

Reporting Owners

	Relationships							
Reporting Owner Name / Address	Director	or 10% Owner Officer		Other				
MARGOLIN CHRISTOPHER J C/O XOMA LTD. 2910 SEVENTH STREET BERKELEY, CA 94710			VP, General Counsel & Sec'y					

Signatures

Christopher J. Margolin	01/11/2011
**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) Incentive Stock Option exercisable in conjunction with matching Non-Qualified Stock Option as to 1/50 of options on grant date, with the remaining 1/50 vesting in monthly increments beginning 02/07/2011 and ending 01/07/2012.

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.