VECCHIO JOHN M

Form 4

October 28, 2009

FORM 4

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

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF

SECURITIES

OMB Number:

3235-0287

Expires:

January 31, 2005

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response...

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

Check this box

if no longer

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

See Instruction

1(b).

(Print or Type Responses)

10/26/2009

Stock

1. Name and Address of Reporting Person * VECCHIO JOHN M			2. Issuer Name and Ticker or Trading Symbol DIAMOND OFFSHORE DRILLING INC [DO]	5. Relationship of Reporting Person(s) to Issuer (Check all applicable)			
(Last) 15415 KATY 100	(First) FREEWAY	(Middle)	3. Date of Earliest Transaction (Month/Day/Year) 10/26/2009	Director 10% Owner Selective Unit of the content			
(Street) HOUSTON, TX 77094			4. If Amendment, Date Original Filed(Month/Day/Year)	6. Individual or Joint/Group Filing(Che Applicable Line) _X_ Form filed by One Reporting Person Form filed by More than One Reporting Person			

(City)	(State)	(Zip) Tabl	e I - Non-I	Derivative	Secui	rities Acqu	ired, Disposed of	, or Beneficiall	y 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 on(A) or Di (Instr. 3,	ispose	d of (D)	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)
Common Stock	10/26/2009		M	500	A	\$ 45.77	500	D	
Common Stock	10/26/2009		S	500	D	\$ 107	0	D	
Common Stock	10/26/2009		M	500	A	\$ 53.6	500	D	
Common Stock	10/26/2009		S	500	D	\$ 107	0	D	
Common	10/26/2000		М	500	٨	\$ 61.0	500	D	

500

A

\$ 61.9

500

D

M

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Common Stock	10/26/2009	S	500	D	\$ 107	0	D	
Common Stock	10/26/2009	M	500	A	\$ 69.38	500	D	
Common Stock	10/26/2009	S	500	D	\$ 107	0	D	
Common Stock	10/26/2009	M	500	A	\$ 83.44	500	D	
Common Stock	10/26/2009	F	391	D	\$ 106.57	109	D	
Common Stock	10/26/2009	S	109	D	\$ 107	0	D	
Common Stock	10/26/2009	M	500	A	\$ 71.87	500	D	
Common Stock	10/26/2009	F	337	D	\$ 106.57	163	D	
Common Stock	10/26/2009	S	163	D	\$ 107	0	D	
Common Stock	10/26/2009	M	500	A	\$ 79.77	500	D	
Common Stock	10/26/2009	F	374	D	\$ 106.57	126	D	
Common Stock	10/26/2009	S	126	D	\$ 107	0	D	
Common Stock	10/26/2009	M	500	A	\$ 81.42	500	D	
Common Stock	10/26/2009	F	382	D	\$ 106.57	118	D	
Common Stock	10/26/2009	S	118	D	\$ 107	0	D	
Common Stock	10/26/2009	M	500	A	\$ 59.19	500	D	
Common Stock	10/26/2009	F	277	D	\$ 106.57	223	D	
Common Stock	10/26/2009	S	223	D	\$ 107	0	D	
Common Stock						4.5333	I	By 401(K) Plan (1)

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

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SEC 1474 (9-02)

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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)	actionof Derivative		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Underlying Securities (Instr. 3 and 4)	
				Code V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Stock Option (right to buy)	\$ 45.77	10/26/2009		M		500	04/19/2009	04/19/2015	Common Stock	500
Stock Option (right to buy)	\$ 53.6	10/26/2009		M		500	04/19/2009	07/01/2015	Common Stock	500
Stock Option (right to buy)	\$ 61.9	10/26/2009		M		500	04/19/2009	10/03/2015	Common Stock	500
Stock Option (right to buy)	\$ 69.38	10/26/2009		M		500	04/19/2009	12/31/2015	Common Stock	500
Stock Appreciation Right	\$ 83.44	10/26/2009		M		500	04/27/2009	07/03/2016	Common Stock	500
Stock Appreciation Right	\$ 71.87	10/26/2009		M		500	04/27/2009	10/02/2016	Common Stock	500
Stock Appreciation Right	\$ 79.77	10/26/2009		M		500	04/27/2009	12/31/2016	Common Stock	500
Stock Appreciation Right	\$ 81.42	10/26/2009		M		500	04/02/2009	04/02/2017	Common Stock	500
Stock Appreciation Right	\$ 59.19	10/26/2009		M		500	04/01/2009	12/31/2018	Common Stock	500

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Reporting Owners

Reporting Owner Name / Address Relationships

Director 10% Owner Officer Other

VECCHIO JOHN M 15415 KATY FREEWAY SUITE 100 HOUSTON, TX 77094

Executive Vice President

Signatures

/s/ William C. Long Attorney-in-Fact for John M. Vecchio

10/28/2009

**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) Based on a plan statement as of October 26, 2009.
- (2) The stock appreciation rights vest on April 27, 2010.
- (3) The stock appreciation rights vest in two annual installments beginning on April 2, 2010.
- (4) The stock appreciation rights vest in three annual installments beginning on April 1, 2010.

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Reporting Owners 4