XOMA LTD /DE/ Form 8-K September 14, 2009

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): September 14, 2009

XOMA LTD.

(Exact name of registrant as specified in its charter)

BERMUDA

(State or other jurisdiction of incorporation)

0-14710 52-2154066

(Commission File Number) (IRS Employer Identification No.)

2910 Seventh Street, Berkeley, California 94710 (Address of principal executive offices) (Zip code)

Registrant's telephone number, including area code (510) 204-7200

(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)
Γ	Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 1.01. Entry into a Material Definitive Agreement.

On September 14, 2009, XOMA Ltd. issued the press release dated September 14, 2009, a copy of which is attached as Exhibit 99.1 and incorporated by reference herein.

Item 8.01. Other Events.

The contents of Item 1.01 are incorporated herein by reference in their entirety.

Item 9.01. Financial Statements and Exhibits.

99.1 Press Release dated September 14, 2009.

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: September 14, 2009 XOMA LTD.

By: /s/ Christopher J. Margolin Name: Christopher J. Margolin

Title: Vice President, General Counsel

and

Secretary

EXHIBIT INDEX

Number Description

99.1 Press Release dated September 14, 2009.