

Stewart Michael K  
Form 4  
July 05, 2011

**FORM 4**

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

OMB APPROVAL

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

**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

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
Stewart Michael K

(Last) (First) (Middle)

C/O MARATHON OIL CORPORATION, 5555 SAN FELIPE ROAD

(Street)

HOUSTON, TX 77056

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
MARATHON OIL CORP [MRO]

3. Date of Earliest Transaction (Month/Day/Year)  
06/30/2011

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)  
V.P.-Accounting and Controller

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 Ownership (Instr. 4) |
|---------------------------------------|--------------------------------------|--|--------------------------------|---|---|--|-----------------------------------|
|                                       |                                      |  |                                | (A) or (D)  |   |  |                                   |
|                                       |                                      |  | Code                           | V   | Amount  | (D)  | Price                             |
| Marathon Oil Corporation Common Stock | 06/30/2011                           |  | J <sup>(1)</sup>               | 7,751   | A   | \$ 0   | 29,104.952 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)

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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. Transaction Code (Instr. 8) | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) | 6. Date Exercisable and Expiration Date (Month/Day/Year) | 7. Title Underlying (Instr. 3) |                           |                 |              |
|--|--|--------------------------------------|--|--------------------------------|---|--|--------------------------------|---------------------------|-----------------|--------------|
|  |  |                                      |  | Code                           | V   | (A)  | (D)                            | Date Exercisable          | Expiration Date | Title        |
| Employee Stock Option (Right to Buy)       | \$ 12.758  | 06/30/2011                           |  | J <sup>(2)</sup>               |   |  | 2,334                          | 05/28/2004 <sup>(3)</sup> | 05/28/2013      | Common Stock |
| Employee Stock Option (Right to Buy)       | \$ 7.99  | 06/30/2011                           |  | J <sup>(2)</sup>               |   |  | 2,221                          | 05/28/2006                | 05/28/2013      | Common Stock |
| Stock Appreciation Right                   | \$ 16.805  | 06/30/2011                           |  | J <sup>(4)</sup>               |   |  | 7,200                          | 05/26/2005 <sup>(5)</sup> | 05/26/2014      | Common Stock |
| Stock Appreciation Right                   | \$ 10.53   | 06/30/2011                           |  | J <sup>(4)</sup>               |   |  | 6,855                          | 05/26/2007                | 05/26/2014      | Common Stock |
| Employee Stock Option (Right to Buy)       | \$ 25.835  | 06/30/2011                           |  | J <sup>(2)</sup>               |   |  | 23,400                         | 06/10/2006 <sup>(6)</sup> | 06/10/2015      | Common Stock |
| Employee Stock Option (Right to Buy)       | \$ 16.19   | 06/30/2011                           |  | J <sup>(2)</sup>               |   |  | 22,280                         | 06/10/2008                | 06/10/2015      | Common Stock |
| Employee Stock Option (Right to Buy)       | \$ 37.818  | 06/30/2011                           |  | J <sup>(2)</sup>               |   |  | 13,800                         | 06/01/2007 <sup>(7)</sup> | 06/01/2016      | Common Stock |
| Employee Stock Option (Right to Buy)       | \$ 23.69   | 06/30/2011                           |  | J <sup>(2)</sup>               |   |  | 13,135                         | 06/01/2009                | 06/01/2016      | Common Stock |
| Employee Stock Option (Right to Buy)       | \$ 54.36   | 06/30/2011                           |  | J <sup>(2)</sup>               |   |  | 8,400                          | 02/27/2009 <sup>(8)</sup> | 02/27/2018      | Common Stock |

|                                      |          |            |                     |        |                            |            |           |
|--------------------------------------|----------|------------|---------------------|--------|----------------------------|------------|-----------|
| Employee Stock Option (Right to Buy) | \$ 34.06 | 06/30/2011 | J <sup>(2)</sup>    | 7,991  | 02/27/2011                 | 02/27/2018 | Comm Stoc |
| Employee Stock Option (Right to Buy) | \$ 23.82 | 06/30/2011 | J <sup>(2)(9)</sup> | 20,000 | 02/25/2010 <sup>(10)</sup> | 02/25/2019 | Comm Stoc |
| Employee Stock Option (Right to Buy) | \$ 14.92 | 06/30/2011 | J <sup>(2)(9)</sup> | 23,329 | 02/25/2011 <sup>(11)</sup> | 02/25/2019 | Comm Stoc |
| Employee Stock Option (Right to Buy) | \$ 29.17 | 06/30/2011 | J <sup>(2)(9)</sup> | 11,300 | 02/24/2011 <sup>(12)</sup> | 02/24/2020 | Comm Stoc |
| Employee Stock Option (Right to Buy) | \$ 18.28 | 06/30/2011 | J <sup>(2)(9)</sup> | 15,614 | 02/24/2011 <sup>(13)</sup> | 02/24/2020 | Comm Stoc |
| Employee Stock Option (Right to Buy) | \$ 49.18 | 06/30/2011 | J <sup>(9)</sup>    | 17,000 | 02/23/2012 <sup>(14)</sup> | 02/23/2021 | Comm Stoc |
| Employee Stock Option (Right to Buy) | \$ 30.81 | 06/30/2011 | J <sup>(9)</sup>    | 27,089 | 02/23/2012 <sup>(15)</sup> | 02/23/2021 | Comm Stoc |

## Reporting Owners

| Reporting Owner Name / Address   | Relationships |           |                                |       |
|--|---------------|-----------|--------------------------------|-------|
|  | Director      | 10% Owner | Officer                        | Other |
| Stewart Michael K<br>C/O MARATHON OIL CORPORATION<br>5555 SAN FELIPE ROAD<br>HOUSTON, TX 77056 |               |           | V.P.-Accounting and Controller |       |

## Signatures

Yvonne R. Kunetka, Attorney-in-Fact for Michael K.  
Stewart

07/05/2011

\*\*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) In connection with the spin-off of Marathon Petroleum Corporation on June 30, 2011 by Marathon Oil Corporation ("MRO"), MRO restricted stock awards of MRO officers or employees, who continued as officers or employees of MRO immediately after the spin-off, were replaced with adjusted MRO restricted stock awards, each of which will generally preserve the value of the original award determined as of the distribution date.

(2) In connection with the spin-off of Marathon Petroleum Corporation ("MPC") on June 30, 2011 by Marathon Oil Corporation ("MRO"), outstanding MRO stock options that are vested, whether held by a current or former officer or employee of MRO or MPC were adjusted, so that the holders hold stock options to purchase both MRO common stock and MPC common stock. The MRO and MPC stock options received, when combined, will generally preserve the intrinsic value of each original stock option grant and the ratio of the exercise price to the fair market value of MRO common stock on the distribution date.

(3) Vested in cumulative installments on May 28, 2004, 2005 and 2006, respectively.

(4) In connection with the spin-off of Marathon Petroleum Corporation ("MPC") on June 30, 2011 by Marathon Oil Corporation ("MRO"), outstanding MRO vested stock appreciation rights (SARs) were replaced with both adjusted MRO SARs and MPC SARs. Both SARs, when combined, will generally preserve the intrinsic value of the original SAR grant. They will also generally preserve the ratio of exercise price to the fair market value of MRO common stock on the distribution date.

(5) Vested in cumulative installments on May 26, 2005, 2006 and 2007, respectively.

(6) Vested in cumulative installments on June 10, 2006, 2007 and 2008, respectively.

(7) Vested in cumulative installments on June 1, 2007, 2008 and 2009, respectively.

(8) Vested in cumulative installments on February 27, 2009, 2010 and 2011, respectively.

(9) In connection with the spin-off of Marathon Petroleum Corporation on June 30, 2011 by Marathon Oil Corporation ("MRO"), outstanding MRO stock options that are not vested and are held by MRO officers or employees, who continued as officers or employees of MRO immediately after the spin-off, were replaced with adjusted MRO stock options to purchase MRO common stock, which will generally preserve the intrinsic value of each original stock option grant and the ratio of the exercise price to the fair market value of MRO common stock on the distribution date.

(10) Vests in cumulative annual installments of 13,333 and 6,667 shares on February 25, 2011 and 2012, respectively.

(11) Vests in cumulative annual installments of 12,691 and 10,638 shares on February 25, 2011 and 2012, respectively.

(12) Vests in three cumulative annual installments of 3,766, 3,767 and 3,767 on February 24, 2011, 2012, and 2013, respectively.

(13) Vests in three cumulative annual installments of 3,586, 6,014 and 6,014 on February 23, 2012, 2013, and 2014, respectively.

(14) Vests in three cumulative annual installments of 5,666, 5,667 and 5,667 shares on February 24, 2011, 2012, and 2013, respectively.

(15) Vests in three cumulative annual installments of 9,029, 9,030 and 9,030 shares on February 24, 2011, 2012, and 2013, respectively.

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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