

McGrath Susan E
Form 4
August 07, 2012

FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
Expires: January 31, 2015
Estimated average burden hours per response... 0.5

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 *
McGrath Susan E

2. Issuer Name and Ticker or Trading Symbol
GALLAGHER ARTHUR J & CO
[AJG]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

ARTHUR J. GALLAGHER &
CO., TWO PIERCE PLACE

(Street)

3. Date of Earliest Transaction
(Month/Day/Year)
08/03/2012

____ Director
 Officer (give title below) _____ Other (specify below)
Chief Human Resources Officer

ITASCA, IL 60143

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
____ Form filed by More than One Reporting Person

(City) (State) (Zip)

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)	Price		
Common Stock	08/03/2012		M	2,400	A \$ 24.13	10,593	D
Common Stock	08/03/2012		M	2,292	A \$ 28.65	12,885	D
Common Stock	08/03/2012		M	2,558	A \$ 23.76	15,443	D
Common Stock	08/03/2012		M	6,000	A \$ 26.09	21,443	D
Common Stock	08/03/2012		M	1,280	A \$ 30.95	22,723	D

Edgar Filing: McGrath Susan E - Form 4

Common Stock	08/03/2012	M	15,000	A	\$ 28.59	37,723	D
Common Stock	08/03/2012	S	<u>8,193</u> ⁽¹⁾	D	\$ 35.84	29,530	D
Common Stock	08/03/2012	S	<u>29,530</u> ⁽³⁾	D	\$ 35.62	0	D
Common Stock (restricted)						28,124	D

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

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

SEC 1474
(9-02)

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 and Amount of Underlying Security (Instr. 3 and 4)
				Code	V (A) (D)	Date Exercisable Expiration Date	Title Amount or Number of Shares
Non-qualified Stock Option	\$ 30.95	08/03/2012		M	1,280	<u>(5)</u> 03/07/2018	Common Stock 1,280
Non-qualified Stock Option	\$ 24.13	08/03/2012		M	2,400	<u>(6)</u> 03/02/2017	Common Stock 2,400
Non-qualified Stock Option	\$ 28.65	08/03/2012		M	2,292	<u>(6)</u> 05/15/2017	Common Stock 2,292
Incentive Stock Option (Right to Buy)	\$ 28.59	08/03/2012		M	15,000	<u>(7)</u> 01/17/2017	Common Stock 15,000
Non-qualified Stock Option	\$ 23.76	08/03/2012		M	2,558	<u>(6)</u> 03/05/2018	Common Stock 2,558
Non-qualified Stock Option	\$ 26.09	08/03/2012		M	6,000	<u>(7)</u> 05/13/2018	Common Stock 6,000

