

MCDERMOTT INTERNATIONAL INC  
 Form 4  
 May 19, 2008

**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 \*  
**FEES JOHN A**

2. Issuer Name and Ticker or Trading Symbol  
**MCDERMOTT INTERNATIONAL INC [MDR]**

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

3. Date of Earliest Transaction (Month/Day/Year)  
**05/15/2008**

\_\_\_\_ Director  
 Officer (give title below)  
 \_\_\_\_ 10% Owner  
 \_\_\_\_ Other (specify below)  
**P & CEO- The B&W Company**

**C/O MCDERMOTT INTERNATIONAL, INC., 777 N. ELDRIDGE PARKWAY**

(Street)

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

**HOUSTON, TX 77079**

(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 Indirect Beneficial Ownership (Instr. 4)
			Code	V Amount (A) or (D) Price			
Common Stock	05/15/2008		M	1,850 A \$ 6.7267	81,683.882	D	
Common Stock	05/15/2008		S	1,850 D 6.7267	79,833.882	D	
Common Stock	05/15/2008		M	13,650 A \$ 3.0033	93,483.882	D	
Common Stock	05/15/2008		S	13,650 D 3.0033	79,833.882	D	
					16,605 (3)	I	

Common  
Stock

401 K  
Plan

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

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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 Securities (Instr. 3 and 4)	8. Amount or Number of Shares
Stock Option (Right to Buy)	\$ 6.7267	05/15/2008		M	1,850	<u>(4)</u> 05/12/2015	Common Stock	1,850
Stock Option (Right to Buy)	\$ 3.0033	05/15/2008		M	13,650	<u>(5)</u> 03/18/2014	Common Stock	13,650

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
FEES JOHN A C/O MCDERMOTT INTERNATIONAL, INC. 777 N. ELDRIDGE PARKWAY HOUSTON, TX 77079			P & CEO- The B&W Company	

## Signatures

Liane K. Hinrichs, by power of attorney  
05/19/2008

\_\_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) The stock was sold in multiple transactions at the following prices: 500 @ \$57.395; 100 @ \$57.385; 100 @ \$57.38; 600 @ \$57.35; 100 @ \$57.345 and 450 @ \$57.34.

(2) The stock was sold in multiple transactions at the following prices: 200 @ \$57.50; 700 @ \$57.49; 100 @ \$57.485; 200 @ \$57.48; 2,000 @ \$57.47; 300 @ \$57.465; 300 @ \$57.455; 200 @ \$57.45; 200 @ \$57.445; 700 @ \$57.44; 2000 @ \$57.43; 300 @ \$57.4325; 300 @ \$57.43; 1,200 @ \$57.42; 200 @ \$57.41; 300 @ \$57.4025; 100 @ \$57.40; 200 @ \$57.395; 700 @ \$57.3925; 600 @ \$57.390; 2,200 @ \$57.38; 100 @ \$57.375; 200 @ \$57.37; 200 @ \$57.365; 300 @ \$57.36; 300 @ \$57.355; 1,000 @ \$57.35 and 350 @ \$57.34.

(3) Based upon units held in 401K Plan and the fair market value of MDR common stock as of May 15, 2008.

(4) The option provided for vesting in three equal installments on May 12, 2006, 2007 and 2008.

(5) The option provided for vesting in three equal installments on March 18, 2005, 2006 and 2007.

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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