

SUN MICROSYSTEMS, INC.
 Form 4
 April 30, 2008

FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
 Expires: January 31, 2005
 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 *
 MCNEALY SCOTT G

2. Issuer Name and Ticker or Trading Symbol
 SUN MICROSYSTEMS, INC.
 [JAVA]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

3. Date of Earliest Transaction (Month/Day/Year)
 12/24/2007

Director 10% Owner
 Officer (give title below) Other (specify below)

4150 NETWORK CIRCLE

(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

SANTA CLARA, CA 95054

(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)
				(A) or (D)	Price		
Common Stock					73,270	I	Shares held by trust. ⁽²⁾
Common Stock					13,962,816	I	Shares held by trust. ⁽²⁾
Common Stock					100,700	I	Shares held by trust. ⁽²⁾
Common Stock					1,887	I	See footnote.

Edgar Filing: SUN MICROSYSTEMS, INC. - Form 4

Common Stock						1,887	I	(3) See footnote. (3)
Common Stock						1,887	I	See footnote. (3)
Common Stock						1,887	I	See footnote. (3)
Common Stock	12/24/2007	G	V 525	A	\$ 0	525	I	See footnotes. (11) (12)
Common Stock	12/24/2007	G	V 525	A	\$ 0	525	I	See footnotes. (11) (12)
Common Stock	12/24/2007	G	V 525	A	\$ 0	525	I	See footnotes. (11) (12)
Common Stock	12/24/2007	G	V 525	A	\$ 0	525	I	See footnotes. (11) (12)
Common Stock	04/28/2008	M ⁽¹³⁾	21,875	A	\$ 15.52	66,351	D	
Common Stock	04/28/2008	S ⁽¹⁴⁾	300	D	\$ 15.48	66,051	D	
Common Stock	04/28/2008	S ⁽¹⁴⁾	100	D	\$ 15.49	65,951	D	
Common Stock	04/28/2008	S ⁽¹⁴⁾	13,975	D	\$ 15.5	51,976	D	
Common Stock	04/28/2008	S ⁽¹⁴⁾	5,100	D	\$ 15.51	46,876	D	
Common Stock	04/28/2008	S ⁽¹⁴⁾	1,900	D	\$ 15.52	44,976	D	
Common Stock	04/28/2008	S ⁽¹⁴⁾	500	D	\$ 15.53	44,476 ⁽¹⁾	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)

Edgar Filing: SUN MICROSYSTEMS, INC. - Form 4

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. Fair Value of Derivative Security (Instr. 3 and 4)	
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares
Employee Stock Option (Right to Buy) ⁽⁴⁾	\$ 21.8128					<u>(5)</u> 06/17/2008	Common Stock	800,000	
Employee Stock Option (Right to Buy) ⁽⁴⁾	\$ 50.1252					<u>(5)</u> 04/20/2009	Common Stock	100,000	
Employee Stock Option (Right to Buy) ⁽⁴⁾	\$ 160					<u>(5)</u> 04/12/2010	Common Stock	250,000	
Employee Stock Option (Right to Buy) ⁽⁴⁾	\$ 74.32					<u>(5)</u> 04/18/2011	Common Stock	375,000	
Employee Stock Option (Right to Buy) ⁽⁴⁾	\$ 50.36					<u>(5)</u> 11/07/2011	Common Stock	312,500	
Employee Stock Option (Right to Buy) ⁽⁴⁾	\$ 50.36					<u>(5)</u> 11/07/2011	Common Stock	312,500	
Employee Stock	\$ 36.56					<u>(5)</u> 03/19/2012	Common Stock	50	

Option (Right to Buy) <u>(4)</u>					
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 25.8	<u>(5)</u>	05/02/2012	Common Stock	50,000
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 28.28	<u>(5)</u>	05/14/2012	Common Stock	200,000
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 14.8	<u>(5)</u>	07/25/2012	Common Stock	250,000
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 15.4	<u>(6)</u>	07/23/2013	Common Stock	375,000
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 15.16	<u>(7)</u>	07/29/2014	Common Stock	312,500
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 15.4	<u>(8)</u>	07/28/2015	Common Stock	225,000
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 19.8	<u>(9)</u>	04/27/2016	Common Stock	525,000
Employee Stock Option (Right to Buy) <u>(4)</u>	\$ 20.4	<u>(10)</u>	07/31/2017	Common Stock	500,000

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
MCNEALY SCOTT G 4150 NETWORK CIRCLE SANTA CLARA, CA 95054		X		

Signatures

/s/ Scott G.
McNealy

04/29/2008

__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) This amount was understated by 1,177 shares in the Form 4 filed on November 14, 2007, which includes shares acquired under Sun Microsystems, Inc.'s Employee Stock Purchase Plan. This amount has been corrected in this filing. This includes 12,500 shares of unvested restricted stock and 25,000 shares of unvested restricted stock units.
 - (2) The reporting person disclaims beneficial ownership of these securities, and the filing of this report is not an admission that the reporting person is the beneficial owner of these securities for the purposes of Section 16 or any other purpose.

These shares are held in a California Uniform Transfer to Minors Act account for the benefit of the reporting person's child. The reporting person's spouse is custodian of the account. The reporting person disclaims beneficial ownership of these securities, and the filing of this report is not an admission that the reporting person is the beneficial owner of these securities for the purposes of Section 16 or any other purpose.
 - (3) This option was granted under the Sun Microsystems, Inc. 1990 Long-Term Equity Incentive Plan.
 - (4) Immediately.
 - (5) This option vests and becomes exercisable in five equal annual installments on July 23, 2004.
 - (6) This option vests and becomes exercisable in five equal annual installments on July 29, 2005.
 - (7) This option vests and becomes exercisable in five equal annual installments on July 28, 2006.
 - (8) This option vests and becomes exercisable in five equal annual installments on April 27, 2007.
 - (9) This option vests and becomes exercisable in five equal annual installments on July 31, 2008.
 - (10) This is a gift from the reporting person's mother.

These shares are held in a trust for the benefit of the reporting person's child. The reporting person and the reporting person's spouse are co-trustees of the trust. The reporting person disclaims beneficial ownership of these securities, and the filing of this report is not an admission that the reporting person is the beneficial owner of these securities for the purposes of Section 16 or any other purpose.
 - (11) This represents performance-based restricted stock units that have vested and are paid out in shares of common stock.
 - (12) The sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on August 7, 2006.
 - (13)
 - (14)

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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