

WEATHERLY B F  
Form 4  
August 17, 2009

**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 \*  
WEATHERLY B F

(Last) (First) (Middle)  
200 NORTH CANAL STREET  
(Street)

NATCHEZ, MS 391203212

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
CALLON PETROLEUM CO [CPE]

3. Date of Earliest Transaction  
(Month/Day/Year)  
08/14/2009

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

Director  10% Owner  
 Officer (give title below)  Other (specify below)  
Executive Vice President/ CFO

6. Individual or Joint/Group Filing(Check Applicable Line)  
 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 Indirect Beneficial Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|---|
| Common Stock                    | 08/14/2009                           | 08/14/2009   | F                              | V<br>1,468<br>(1)   | D \$ 0 13,532   | D  |   |
| Common Stock                    |                                      |  |                                |   | 19,004  | I  | 401(k) Account (2)                                    |
| Common Stock                    |                                      |  |                                |   | 2,288   | I  | IRA Account   |
| Common Stock                    |                                      |  |                                |   | 45,944  | I  | Jt. Ten. with Spouse                                  |

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

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(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 |
| 2009 Restricted Stock Units - cash <sup>(3)</sup>   | \$ 1.63  | 08/14/2009                           | 08/14/2009   | A                              | V 7,875   | <u>(3)</u>   | <u>(3)</u>  | Common Stock | 7                   |
| 2009 Restricted Stock Units - shares <sup>(4)</sup> | \$ 1.63  | 08/14/2009                           | 08/14/2009   | A                              | V 44,625  | <u>(4)</u>   | <u>(4)</u>  | Common Stock | 44,625              |
| 2006 Restricted Shares                              | \$ 15.93   |                                      |  |                                |   | 11/16/2007 <sup>(5)</sup>                                | 11/16/2010  | Common Stock | 2,000               |
| 2008 Performance Stock Award                        | \$ 0 <sup>(6)</sup>                                    |                                      |  |                                |   | <u>(6)</u>   | <u>(6)</u>  | Common Stock | 1,000               |
| Stock Option (Right to Buy)                         | \$ 10.5  |                                      |  |                                |   | 01/25/2001   | 07/25/2010  | Common Stock | 1,000               |
| Stock Option (Right to Buy)                         | \$ 6.05  |                                      |  |                                |   | 11/09/2002   | 05/08/2012  | Common Stock | 5,000               |
| Stock Options (Right to Buy)                        | \$ 5.12  |                                      |  |                                |   | 11/03/2003   | 05/02/2013  | Common Stock | 5,000               |

## Reporting Owners

Reporting Owner Name / Address

Relationships

Reporting Owners

2

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Director 10% Owner Officer

Other

WEATHERLY B F

200 NORTH CANAL STREET

X

Executive Vice President/ CFO

NATCHEZ, MS 391203212

## Signatures

By: Robert A. Mayfield as  
Attorney-in-fact for

08/17/2009

\_\_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) Shares withheld by the Issuer to satisfy federal and state tax liabilities associated with the taxable income recognized on the payment date of certain previously vested restricted stock.

The number of shares reported is calculated by dividing the total market value of the reporting person's account balance within the Callon

(2) Petroleum Company Employee Savings and Protection Plan (401(k) Plan) on the day prior to this Form 4 reporting date by the closing market price per share on that day.

(3) Restricted Stock Units will vest 100% on the third anniversary date following the grant date. Payment will be made in cash based on the average of the opening and closing market price of the underlying common stock of the issuer on the date of vesting.

(4) Restricted Stock Units will vest 100% on the third anniversary date following the grant date. Payment will be made in shares of common stock of the issuer based on the average of the opening and closing market price of the underlying common stock on the date of vesting.

(5) Restricted shares awarded November 16, 2006. Vesting will occur 25% on each anniversary date beginning on November 16, 2007.

The number of shares awarded is conditioned based on the achievement of a specified performance target, based upon the price of

(6) Callon's stock, to be calculated on December 31, 2010. If the performance target is achieved, vesting with respect to the awarded shares will occur on 04/18/2011, the third anniversary following the award date.

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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