O Neill James R Form 4 February 21, 2006

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

Check this box if no longer subject to Section 16.

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF **SECURITIES**

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OMB APPROVAL

3235-0287

January 31,

OMB

Number:

Form 4 or Form 5 obligations may continue. See Instruction 1(b).

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 * 5. Relationship of Reporting Person(s) to 2. Issuer Name and Ticker or Trading O Neill James R Issuer Symbol NORTHROP GRUMMAN CORP (Check all applicable) /DE/ [NOC] (Last) (First) (Middle) 3. Date of Earliest Transaction Director 10% Owner Other (specify _X__ Officer (give title (Month/Day/Year) below) 1840 CENTURY PARK EAST 02/17/2006 Corp. VP & Pres., Info. Tech. (Street) 4. If Amendment, Date Original 6. Individual or Joint/Group Filing(Check Filed(Month/Day/Year) Applicable Line) _X_ Form filed by One Reporting Person Form filed by More than One Reporting Person

| LOS ANGELES, CA 9 | 90067 |
|-------------------|-------|
|-------------------|-------|

(State)

| (City) | (State) | (Zip) Tab | le I - Non-l | Derivative | Secur | ities Acqui | red, Disposed of | or Beneficial | y Owned |
|--------------------------------------|---|---|--|--|---------|--------------|--|--|---|
| 1.Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transactic Code (Instr. 8) | 4. Securit bor Dispos (Instr. 3, | ed of (| ` ′ | 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 | 02/17/2006 | | M | 13,500 | A | \$ 57.4 | 78,460 <u>(1)</u> | D | |
| Common Stock | 02/17/2006 | | M | 4,500 | A | \$ 47.11 | 82,960 (1) | D | |
| Common Stock | 02/17/2006 | | M | 9,000 | A | \$ 52.485 | 91,960 (1) | D | |
| Common Stock | 02/17/2006 | | S | 3,600 | D | \$ 65.88 | 88,360 (1) | D | |
| Common Stock | 02/17/2006 | | S | 4,800 | D | \$ 65.89 | 83,560 (1) | D | |

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| Common Stock | 02/17/2006 | S | 9,600 | D | \$ 65.91 | 73,960 (1) | D |
|-----------------|------------|---|-------|---|----------|-------------------|---|
| Common Stock | 02/17/2006 | S | 7,700 | D | \$ 65.92 | 66,260 (1) | D |
| Common Stock | 02/17/2006 | S | 600 | D | \$ 65.93 | 65,660 (1) | D |
| Common Stock | 02/17/2006 | S | 200 | D | \$ 65.96 | 65,460 <u>(1)</u> | D |
| Common Stock | 02/17/2006 | S | 400 | D | \$ 65.97 | 65,060 (1) | D |
| Common Stock | 02/17/2006 | S | 100 | D | \$ 65.98 | 64,960 (1) | D |
| Common Stock | 02/17/2006 | S | 7,360 | D | \$ 66 | 57,600 (1) | D |
| Common Stock | 02/17/2006 | S | 100 | D | \$ 66.01 | 57,500 <u>(1)</u> | 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)

 $\label{thm:convertible} \textbf{Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned} \\ \textit{(e.g., puts, calls, warrants, options, convertible securities)}$

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | | | 5. Number of orDerivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) | | sactiorDerivative Securities r. 8) Acquired (A) or Disposed of (D) (Instr. 3, 4, | | TransactionDerivative Code Securities (Instr. 8) Acquired (A) or Disposed of (D) (Instr. 3, 4, | | 6. Date Exercis Expiration Dat (Month/Day/Y | te | 7. Title and A Underlying S (Instr. 3 and | Secu |
|---|---|--------------------------------------|--|--------|---|--------|--|--------------------|--|----------------------|---|----|---|------|
| | | | | Code V | (A) | (D) | Date Exercisable | Expiration Date | Title | An or Nu of | | | | |
| Stock Option (Right-to-Buy) | \$ 57.4 | 02/17/2006 | | M | | 13,500 | 08/20/2003 | 08/20/2012 | Common Stock | 13 | | | | |
| Stock Option (Right-to-Buy) | \$ 47.11 | 02/17/2006 | | M | | 4,500 | 08/20/2004 | 08/20/2013 | Common Stock | 4 | | | | |
| Stock Option (Right-to-Buy) | \$ 52.485 | 02/17/2006 | | M | | 4,500 | 06/14/2005 | 06/14/2014 | Common Stock | 9 | | | | |

Reporting Owners

Reporting Owner Name / Address Relationships

Director 10% Owner Officer Other

O Neill James R 1840 CENTURY PARK EAST LOS ANGELES, CA 90067

Corp. VP & Pres., Info. Tech.

Signatures

/s/ Kathleen M. Salmas, Attorney-in-fact for James R. O'Neill

02/17/2006

**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).
 - Total includes 7,500 unvested Restricted Performance Stock Rights granted under the 2001 Long-Term Incentive Stock Plan (LTISP) on 8/20/03, with the valuation of performance measurement period ("measurement period") ending on 12/31/06; 6,000 unvested RPSRs
- (1) granted under the 2001 LTISP on 3/16/04 with the measurement period ending on 12/31/06; 24,000 unvested RPSRs granted under the 2001 LTISP on 2/28/05, with the measurement period ending on 12/31/07; and 20,000 unvested RPSRs granted under the 2001 LTISP on 2/15/06 with the measurement period ending 12/31/08. Grants awarded pursuant to Rule 16b-3(d).

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.

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