SEC Form 3

FORM 3

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

## INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

OMB APPROVAL

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Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

	Address of Reporti est Mary E	F (	2. Date of Event Requiring Statement (Month/Day/Year) 10/29/2007							
(Last) (First) (Middle) KRAFT FOODS INC. THREE LAKES DRIVE (Street) NORTHFIELD IL 60093 (City) (State) (Zip)		60093			4. Relationship of Reporting Perso (Check all applicable) Director X Officer (give title below) EVP & Chief Marketi	10% Owne Other (spe below)	er cify 6. Ap	<ul> <li>5. If Amendment, Date of Original Filed (Month/Day/Year)</li> <li>6. Individual or Joint/Group Filing (Check Applicable Line)</li> <li>X Form filed by One Reporting Person Form filed by More than One Reporting Person</li> </ul>		
Table I - Non-Derivative Securities Beneficially Owned										
1. Title of Security (Instr. 4)						3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)		4. Nature of Indirect Beneficial Ownership (Instr. 5)		
Class A Common Stock					3,540	D				
Class A Common Stock					12,760(1)	D				
Class A Common Stock					17 <b>,</b> 250 <sup>(2)</sup>	D				
Class A Common Stock					14,430 <sup>(3)</sup>	D				
Table II - Derivative Securities Beneficially Owned         (e.g., puts, calls, warrants, options, convertible securities)										
1. Title of Derivative Security (Instr. 4)			2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securit Underlying Derivative Security		4. Conversion or Exercise	rcise Form:	6. Nature of Indirect Beneficial Ownership (Instr. 5)	
			Date Exercisable	Expiration Date	n Title	Amount or Number of Shares	Price of Derivative Security	Direct (D) or Indirect (I) (Instr. 5)		
Employee S	tock Option (rig	ght to buy)	(4)	06/12/2011	Class A Common Stock	19,370	31	D		

Explanation of Responses:

Employee Stock Option (right to buy)

1. Represents shares of restricted stock granted on January 25, 2005, under Issuer's 2001 Performance Incentive Plan which is exempt under Rule 16b-3. The restrictions on the shares lapse and vest on February 4, 2008, provided that the employee remains an employee of Kraft (or a subsidiary or affiliate) during the entire restricted period.

Class A Common Stock

06/12/2011

2. Represents shares of restricted stock granted on January 24, 2006, under Issuer's 2005 Performance Incentive Plan which is exempt under Rule 16b-3. The restrictions on the shares lapse and vest on February 11, 2009, provided that the employee remains an employee of Kraft (or a subsidiary or affiliate) during the entire restricted period.

3. Represents shares of restricted stock granted on January 29, 2007, under Issuer's 2005 Performance Incentive Plan which is exempt under Rule 16b-3. The restrictions on the shares lapse and vest on February 12, 2010, provided that the employee remains an employee of Kraft (or a subsidiary or affiliate) during the entire restricted period.

4. Represents stock options granted on June 12, 2001, under Issuer's 2001 Performance Incentive Plan which is exempt under Rule 16b-3. The stock options vested in full (100%) on January 31, 2003.

5. Represents performance-accelerated stock options granted on June 12, 2001, under Issuer's 2001 Performance Incentive Plan which is exempt under Rule 16b-3. The options would fully vest on June 12, 2006 unless Issuer's stock price reached certain pre-determined targets on the first, second and third anniversaries of the grant. The target was met on the first anniversary of the grant at which time one-third of the grant vested; targets were not met on the second and third anniversaries, therefore the stock options vested fully on June 12, 2006, and remain outstanding.

**Remarks:** 

<u>Irma Villarreal, by Power of</u>

<u>Attorney</u>

16,130

31

11/08/2007

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\*\* Signature of Reporting Person Date

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

\* If the form is filed by more than one reporting person, see Instruction 5 (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).

(5)

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

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 Number.

Know all by these presents, that the undersigned hereby constitutes and appoints each of Marc S. Firestone, Irma Villarreal and Carol J. Ward, signing singly, the undersigned's true and lawful attorney-in-fact to: execute for and on behalf of the undersigned, in the undersigned's capacity (1)as an Executive Officer of Kraft Foods Inc. (the "Company"), Forms 3, 4 and 5 in accordance with Section 16(a) of the Securities Exchange Act of 1934 and the rules thereunder; do and perform any and all acts for and on behalf of the undersigned which (2) may be necessary or desirable to complete and execute any such Form 3, 4 or 5 and timely file such form with the United States Securities and Exchange Commission and any stock exchange or similar authority; and take any other action of any type whatsoever in connection with the (3) foregoing which, in the opinion of such attorney-in-fact, may be of benefit to, in the best interest of, or legally required by, the undersigned, it being understood that the documents executed by such attorney-in-fact on behalf of the undersigned pursuant to this Power of Attorney shall be in such form and shall contain such terms and conditions as such attorney-in-fact may approve in such attorney-in-fact's discretion. The undersigned hereby grants to each such attorney-in-fact full power and authority to do and perform any and every act and thing whatsoever requisite, necessary, or proper to be done in the exercise of any of the rights and powers herein granted, as fully to all intents and purposes as the undersigned might or could do if personally present, with full power of substitution or revocation, hereby ratifying and confirming all that such attorney-in-fact, or such attorney-in-fact's substitute or substitutes, shall lawfully do or cause to be done by virtue of this Power of Attorney and the rights and powers herein granted. The undersigned acknowledges that the foregoing attorneys-in-fact, in serving in such capacity at the request of the undersigned, are not assuming, nor is the Company assuming, any of the undersigned's responsibilities to comply with Section 16 of the Securities Exchange Act of 1934. This Power of Attorney shall remain in full force and effect until the undersigned is no longer required to file Forms 3, 4 and 5 with respect to the undersigned's holdings of and transactions in securities issued by the Company, unless earlier revoked by the undersigned in a signed writing delivered to the foregoing attorneys-in-fact. This Power of Attorney revokes all prior Powers of Attorney relating to reporting under Section 16 of the Securities Exchange Act of 1934 and shall remain in effect until revoked by a subsequently filed instrument.

IN WITNESS WHEREOF, the undersigned has caused this Power of Attorney to be executed as of this 29th day of October, 2007.

/s/ Mary E. West