FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| l | OMB APPI | ROVAL |
|---|---------------------|-----------|
| | OMB Number: | 3235-0287 |
| | Estimated average b | urden |

0.5

hours per response:

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

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

| 1. Name and Address of Reporting Person* <u>ALTRIA GROUP INC</u> | | | | | 2. Issuer Name and Ticker or Trading Symbol KRAFT FOODS INC [KFT] | | | | | | | | Relationship of Reporting Person(s) to Issuer (Check all applicable) Director | | | | | | | |
|--|---|--|---|-----------------|--|---|---|--------|----------|---|------|-------------------|---|---------------|---|---|---|----------|---|---------------------------------------|
| (Last) (First) (Middle) 120 PARK AVENUE | | | | | | 3. Date of Earliest Transaction (Month/Day/Year) 05/31/2005 | | | | | | | Officer (give title Other (specify below) below) | | | | | | | |
| (Street) NEW YORK NY 10017 (City) (State) (Zip) | | | | | | | | | | | | (Month/D | | | Line) | Form t Form t Persoi | iled by One iled by Moi 1 | e Rep | g (Check Ap orting Perso n One Repo | n |
| | | Tab | le I - No | n-Deriv | vative | Se | curit | ies Ac | qu | ıired, ۱ | Disp | osed o | of, or B | enefi | icially | Owned | l | | | |
| 1. Title of Security (Instr. 3) 2. Transa Date (Month/D | | | | Execution Date, | | Ί. | 3. 4. Securiti Disposed Code (Instr. 5) | | | | | | es ally following | Form (D) o | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership | | | | |
| | | | | | | | | | | Code | v | Amount | (A) (D) | or P | rice | Reported Transact (Instr. 3 | tion(s) | | | (Instr. 4) |
| Common Stock 05/31/ | | | | | 1/2005 | 005 x | | X | | 5,020 ⁽¹⁾ D | | \$31 | 276,525,936 | | | D | | | | |
| | | Т | able II - | | | | | | | | | sed of onverti | | | | Owned | | | | ' |
| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemo Execution if any (Month/Da | Date, | | ransaction code (Instr. | | ı of | | 6. Date Exercisa Expiration Date (Month/Day/Yea | | | 7. Title and Amount of Securities Underlying Derivative Secur (Instr. 3 and 4) | | | . Price of Perivative ecurity nstr. 5) | 9. Number derivative Securities Beneficial Owned Following Reported Transactio (Instr. 4) | i lly | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4 | Beneficial Ownership (Instr. 4) |
| | | | | | Code | v | (A) | (D) | Da Ex | ate kercisable | | xpiration ate | Title | or | ount mber ares | | | | | |
| Employee stock option (right to buy) | \$31 | 05/31/2005 | | | X | | | 5,020 | 01 | 1/31/2003 | 06 | 5/12/2011 | Class A Common | 5,0 | 020 | \$0 | 0 | | D | |

Explanation of Responses:

 $1. \ Shares \ acquired \ by \ employee \ from \ Altria \ Group, \ Inc. \ pursuant \ to \ employee \ option \ exercise.$

/s/ G Penn Holsenbeck Vice President, Associate General Counsel & Corp. Secretary

06/01/2005

** 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 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).

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.