### FORM 4

# UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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

OMB APPROVAL									
OMB Number:	3235-0287								
Estimated average burden									
hours per response:	0.5								

1. Name and Address of Reporting Person* <u>FIRESTONE MARC S</u>			2. Issuer Name and Ticker or Trading Symbol <u>KRAFT FOODS INC</u> [ KFT ]	5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner Officer (give title Other (specify
(Last) KRAFT FOODS THREE LAKES			3. Date of Earliest Transaction (Month/Day/Year) 06/03/2011	EVP and General Counsel
(Street) NORTHFIELD (City)	IL (State)	60093 (Zip)	4. If Amendment, Date of Original Filed (Month/Day/Year)	<ul> <li>6. Individual or Joint/Group Filing (Check Applicable Line)</li> <li>X Form filed by One Reporting Person</li> <li>Form filed by More than One Reporting Person</li> </ul>

#### Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction	2A. Deemed	3.		4 Securities A	cauired (	A) or	5. Amount of	6. Ownership	7. Nature of
I. The of Security (insu: 5)	Date (Month/Day/Year)	Execution Date, if any	3. Transaction Code (Instr. 8)					Securities Beneficially Owned Following Reported	Form: Direct (D) or Indirect (I) (Instr. 4)	Indirect Beneficial Ownership
			Code V		Amount	(A) or (D)	Price	Transaction(s) (Instr. 3 and 4)		(Instr. 4)
Class A Common Stock	06/03/2011		М		5,970	A	\$31	154,831	D	
Class A Common Stock	06/03/2011		D		5,970	D	\$34.18	148,861	D	
Class A Common Stock	06/03/2011		М		8,599(1)	A	\$25.4	157,460	D	
Class A Common Stock	06/03/2011		F		6,392 <sup>(1)</sup>	D	\$34.18	151,068	D	
Class A Common Stock	06/03/2011		F		916 <sup>(1)</sup>	D	\$34.18	150,152	D	
Class A Common Stock	06/03/2011		М		10,376 <sup>(1)</sup>	A	\$26.37	160,528	D	
Class A Common Stock	06/03/2011		F		8,007(1)	D	\$34.18	152,521	D	
Class A Common Stock	06/03/2011		F		983(1)	D	\$34.18	151,538	D	

#### Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

(e.g., puts, cans, 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. Transa Code ( 8)		Deri Sec Acq or D of ([	lumber of ivative surities juired (A) Disposed D) (Instr. 3, td 5)		te of Securities		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares		Transaction(s) (Instr. 4)		
Stock Appreciation Rights	\$31	06/03/2011		М			5,970	01/31/2003	06/12/2011	Class A Common Stock	5,970	\$0	0	D	
Stock Option (right to buy)	\$25.4	06/03/2011		М			8,599 <sup>(1)</sup>	04/02/2007	06/12/2011	Class A Common Stock	8,599	\$0	0	D	
Stock Option (right to buy)	\$26.37	06/03/2011		М			10,376 <sup>(1)</sup>	04/02/2007	06/12/2011	Class A Common Stock	10,376	\$0	0	D	

Explanation of Responses:

1. This Form 4 is being filed to report the exercise of stock options that became 100% exercisable on April 2, 2007 and expire on June 12, 2011, and to report the surrender of securities in payment of the exercise price and taxes.

/s/ Phuong Lam, By Power of <u>Attorney</u> <u>0</u>

06/06/2011

\*\* Signature of Reporting Person Date

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

 $\ast$  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.