FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Check this box if no longer subject to Section 16. 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 or Section 30(h) of the Investment Company Act of 1940

OMB APPROVAL				
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(Last) (First) (Middle) KRAFT FOODS INC. THREE LAKES DRIVE 4. If Amendment, Date of Original Filed (Month/Day/	/Year)	X 6. Indi		,	below	(specify		
4. If Amendment, Date of Original Filed (Month/Day/	/Year)	6. Indi	EVP and CFO			,		
(Street) NORTHFIELD IL 60093 (City) (State) (Zip)		Line) X	Forn	n filed by On	o Filing (Check A e Reporting Pers re than One Rep	son		
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned								
	s Acquired (A) of (D) (Instr. 3, 4		Securi Benef	icially d Following	Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)		
Code V Amount	(A) or (D)	Price	Transa	action(s) 3 and 4)		(mour 4)		
Class A Common Stock 10/01/2007 10/01/2007 A 43,350 ⁽¹⁾) A S	\$0.00	0.00 43,350		D			
Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)								
Derivative Security (Instr. 3) Date (Month/Day/Year) Price of Derivative Security Security Derivative Security Derivative Security Security Derivative Security Derivative Security Security Derivative Security Execution Date, if any (Month/Day/Year) (Month/Day/Year) Month/Day/Year) Derivative Security Derivative Security Security Derivative Security Security Derivative Security Security Derivative Security Security Security Derivative Security Security Derivative Security Security Security Derivative Security Security Derivative Security Security Derivative Security Security Derivative Security Derivative Security Security Derivative Security	7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4) Amour or Numbe of	Der Sec (Ins	Price of rivative curity str. 5)	9. Number of derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)		

Explanation of Responses:

1. Shares of restricted stock awarded pursuant to Issuer's 2005 Performance Incentive Plan. The shares of restricted stock represent a sign-on restricted stock award with a grant value equal to \$1,500,000. The restricted stock award will vest one-third each year on the anniversary of the grant date, over a three-year period.

Remarks:

/s/ Irma Villarreal, by Power of Attorney 10/03/2007

** 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.