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

**OMB APPROVAL** OMB Number: Estimated average burden hours per response: 0.5

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*  SPENCE JEAN E						2. Issuer Name and Ticker or Trading Symbol KRAFT FOODS INC [ KFT ]									all applic Directo	able)	g Pers	on(s) to Iss 10% Ow Other (s	vner
(Last) (First) (Middle) KRAFT FOODS INC. THREE LAKES DRIVE					02	3. Date of Earliest Transaction (Month/Day/Year) 02/23/2012									below) EVP,	Research	below) Lesearch, Dev & Quality		y
(Street) NORTHFIELD IL 60093  (City) (State) (Zip)					_   4.	4. If Amendment, Date of Original Filed (Month/Day/Year)  6. Individual or Joint/Group Filing (Check Ap Line)  X Form filed by One Reporting Person  Form filed by More than One Reporting Person											n		
		Tab	le I - No	n-Deri	vativ	e Se	curities	s Ac	quired	, Dis	sposed o	f, or Be	nefici	ially	Owned				
Dat				Date	2. Transaction Date (Month/Day/Year)		2A. Deemed Execution Date, if any (Month/Day/Year)			ction nstr.	4. Securities Acquired (A) of Disposed Of (D) (Instr. 3, 4			and 5) Securitie Benefici Owned F		es ally Following	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership
									Code	v	Amount	(A) or (D)	Price	е	Reported Transact (Instr. 3 a	ion(s)			(Instr. 4)
Class A Common Stock 02/23/2							012				17,625	1) A	\$	5 <mark>0</mark>	43,	356		D	
Class A Common Stock 02/23/2						:012			F		6,182(2	) D	D \$37.995		37,174			D	
Class A Common Stock 02/23/2						.012			A		6,910 <sup>(3</sup>	) A	\$	5 <mark>0</mark>	44,084			D	
		-	Table II -	Deriva (e.g.,	ative puts,	Sec call	urities s, warr	Acq ants	uired, I , optio	Disp ns, (	osed of, convertil	or Ben ble secu	eficia ırities	lly O	wned				
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deem Execution if any (Month/Da	Date,	4. Transa Code ( 8)		n of		6. Date Exercis Expiration Date (Month/Day/Ye		te	7. Title and Amo of Securities Underlying Derivative Secur (Instr. 3 and 4)		D	Price of erivative ecurity nstr. 5)	9. Numbe derivative Securities Beneficial Owned Following Reported Transactio (Instr. 4)	ve ies ially ng ed ction(s)	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				C	Code	v	(A)	(D)	Date Exercisa		Expiration Date		Amou or Numb of Share	er					
Stock Options (right to	\$37.995	02/23/2012			A		41,450		(4)		02/23/2022	Class A Common Stock	41,4	50	\$0	41,45	0	D	

## **Explanation of Responses:**

- 1. Shares of common stock received upon vesting of performance share awards under Kraft Foods' Amended and Restated 2005 Performance Incentive Plan.
- 2. Withholding of shares of common stock to satisfy tax withholding obligations in connection with the vesting of performance shares.
- 3. Shares of restricted stock awarded under Kraft Foods' Amended and Restated 2005 Performance Incentive Plan. Shares will vest on February 23, 2015.
- 4. Options will vest in three annual installments as follows: 33% on February 23, 2013; 33% on February 23, 2014; and 34% on February 23, 2015.

/s/ Phuong Lam, by Power of **Attorney** 

02/27/2012

\*\* 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.