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(h)

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* FIRESTONE MARC S						2. Issuer Name and Ticker or Trading Symbol KRAFT FOODS INC [KFT]								heck all app Direc	licable)		erson(s) to Issuer 10% Owner Other (specify		
(Last) (First) (Middle) KRAFT FOODS INC. THREE LAKES DRIVE					02	3. Date of Earliest Transaction (Month/Day/Year) 02/23/2011								EVP and General Counsel					
(Street) NORTHFIELD IL 60093 (City) (State) (Zip)					_ 4.1	4. If Amendment, Date of Original Filed (Month/Day/Year)								ne) X Form Form	′				
				n-Deri	vativ	e Se	curities	s Ac	auired.	Dis	sposed o	f. or Be	neficia	Ily Owne	d d				
1. Title of Security (Instr. 3) 2. Transac Date (Month/Da					action	2/ Ex	2A. Deemed Execution Date, if any (Month/Day/Year)		3. Transaction Code (Instr.		4. Securities Acquired (A) of Disposed Of (D) (Instr. 3, 4		d (A) or	5. Amo Securit Benefic Owned	unt of ies cially Following	Form (D) or	: Direct r Indirect str. 4)	7. Nature of Indirect Beneficial Ownership	
									Code	v	Amount	(A) or (D)	Price		ed ction(s) 8 and 4)			(Instr. 4)	
Class A Common Stock 02/23/2							011				13,360	1) A	\$0	12	124,779		D		
Class A Common Stock 02/23/2						.011			A		38,196	2) A	\$0	16	162,975		D		
Class A Common Stock 02/23/2					3/2011	011			F		14,114	3) D	\$31.8	325 14	148,861		D		
		-	Table II -								osed of, convertil			y Owned					
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deem Executior if any (Month/Da	Date,	4. Transa Code (8)		n of		6. Date Exercis Expiration Date (Month/Day/Ye		te	7. Title and Amoun of Securities Underlying Derivative Security (Instr. 3 and 4)		Derivative Security		e s Illy	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
					Code	v	(A)	(D)	Date Exercisal		Expiration Date	Title	Amoun or Numbe of Shares	1					
Stock Options (right to	\$31.825	02/23/2011			A		80,130		(4)		02/23/2021	Class A Common Stock	80,13	\$0	80,13	0	D		

Explanation of Responses:

- 1. Shares of restricted stock awarded under Kraft Foods' Amended and Restated 2005 Performance Incentive Plan. Shares will vest on February 24, 2014.
- 2. Shares of common stock received upon vesting of performance share awards under Kraft Foods' Amended and Restated 2005 Performance Incentive Plan.
- 3. Withholding of shares of common stock to satisfy tax withholding obligations in connection with the vesting of performance shares.
- 4. Options will vest in three annual installments as follows: 33% on February 23, 2012; 33% on February 25, 2013; and 34% on February 24, 2014.

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

02/25/2011

** 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.