FORM 4

Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

l	OMB APPRO	VAL
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l	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* SCHAPIRO MARY L						2. Issuer Name and Ticker or Trading Symbol KRAFT FOODS INC [KFT]									5. Relationship of Reporting Person(s) to Issuer (Check all applicable)					
									<u>0 11 10</u> [X	Direct	or		10% O	wner	
(Last) NASD	ASD				3. Date of Earliest Transaction (Month/Day/Year) 07/03/2006										Office below	r (give title)		Other (s below)	specify	
1735 K STREET NW						If Amendment, Date of Original Filed (Month/Day/Year)								6. Individual or Joint/Group Filing (Check Applicable						
(Street) WASHIN	Street) WASHINGTON DC 20006												Line)							
(City)	(SI	tate) (Zip)																	
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																				
1. Title of Security (Instr. 3) 2. Transac Date (Month/Da						ar) E	2A. Deemed Execution Date, f any (Month/Day/Year)		Code (I	Transaction Dispose Code (Instr. 5)		rities Acqui ed Of (D) (Ir		4 and Securit Benefic		ies Fo cially (D Following (I)		n: Direct or Indirect nstr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
									Code	v	Amount	t (A) or P		e:e	Transac (Instr. 3	ction(s)			(111511.4)	
	Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, 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. Transaction Code (Instr. 8)		n of		6. Date Exercisable an Expiration Date (Month/Day/Year)			7. Title an Amount of Securities Underlyin Derivative (Instr. 3 a	of S g e Securit	8. Price Derivati Security (Instr. 5)		9. Number derivative Securities Beneficially Owned Following Reported Transaction (Instr. 4)	ly	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)	
					Code	v	(A)	(D)	Date Exercisable		piration ate	Title	Amour or Number of Shares	r						
Phantom Stock	(1)	07/03/2006	07/03/20	006	A		291		(1)		(1)	Class A Common Stock	291		(1)	5,044 ⁽²⁾		D		

Explanation of Responses:

- 1. Each share of phantom stock is the economic equivalent of one share of Class A Common Stock. The shares of phantom stock, which were acquired under the Kraft Foods Inc. 2006 Stock Compensation Plan for Non-Employee Directors, become payable in cash upon the reporting person's termination of service as a director.
- 2. This number will fluctuate as the Issuer's stock price changes. This fluctuation does not reflect any transactions that should be reported.

/s/ Theodore L. Banks, by power of attorney

07/06/2006

** Signature of Reporting Person

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.