FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

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 APP	ROVAL
OMB Number:	3235-0287
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1. Name and Address of Reporting Person* VERNON W ANTHONY				2. Issuer Name and Ticker or Trading Symbol KRAFT FOODS INC [KFT]							(Che	elationship o ck all applica Director	able)	g Pers	on(s) to Issu 10% Ov Other (s	owner				
	nst) (First) (Middle) RAFT FOODS INC. HREE LAKES DRIVE				3. Date of Earliest Transaction (Month/Day/Year) 02/23/2011								_ X	below)	Officer (give title below) EVP & Pres, K		below)	`		
(Street) NORTHI		L State)	60093 (Zip)		4. If	f Ame	endment, I	Date of	f Original I	Filed ((Month/Da	ay/Year)		6. Ind Line)	Form fil	ed by One	Repo	(Check App rting Persor One Repor	1	
		Ta	ble I - Non	-Deriva	ative	e Se	ecuritie	s Ac	auired.	Disi	oosed o	of. or I	Bene	ficially	Owned					
1. Title of Security (Instr. 3) 2. Tran			2. Transa Date	nsaction 2A. Exe h/Day/Year) if a		2A. Deem Execution if any	2A. Deemed Execution Date,		3. 4. Securit Transaction Disposed Code (Instr.		ities Acquired (A) od Of (D) (Instr. 3, 4		A) or	5. Amour Securitie Beneficia Owned F	Amount of		: Direct Indirect str. 4)	7. Nature of Indirect Beneficial Ownership		
						Code	v	Amount (A) or (D)		Price	Transacti		(Instr. 4)							
Class A C	Common St	ock	02/23/2011 A 22,000 ⁽¹⁾ A \$0 78,939					D												
			Table II - I				urities Is, warr								Owned					
1. Title of Derivative Security (Instr. 3) 2. Convers or Exerc Price of Derivativ Security		3. Transaction Date (Month/Day/Year)	Execution Date, if any		4. Transaction Code (Instr. 8)		5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		6. Date Exercisable and Expiration Date (Month/Day/Year)			7. Title and Amo of Securities Underlying Derivative Secur (Instr. 3 and 4)		curity	8. Price of Derivative Security (Instr. 5)	9. Number derivative Securitie Beneficia Owned Following Reported	e s ally	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership t (Instr. 4)	
				Co	de \	v	(A)		Date Exercisab		xpiration ate	Title	or Ni	mount umber Shares		Transacti (Instr. 4)	ion(s)			
Stock Options (right to	\$31.825	02/23/2011		A	A		131,980		(2)	0	2/23/2021	Class Comm Stock	on 1	31,980	\$0	131,9	80	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.
- $2. \ Options \ will vest in three annual installments as follows: 33\% \ on \ February \ 23, \ 2012; \ 33\% \ on \ February \ 25, \ 2013; \ and \ 34\% \ on \ February \ 24, \ 2014.$

<u>/s/ Phuong Lam, by Power of Attorney</u>

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.

Know all by these presents, that the undersigned hereby constitutes and appoints each of Phuong Lam, Irma Villarreal and Carol J. Ward, signing singly, the undersigned's true and lawful attorney-in-fact to:

- (1) prepare, execute in the undersigned's name and on the undersigned's behalf, and submit to the U.S. Securities and Exchange Commission (the "SEC") a Form ID, including amendments thereto, and any other documents necessary or appropriate to obtain codes and passwords enabling the undersigned to make electronic filings with the SEC of reports required by Section 16(a) of the Securities Exchange Act of 1934 or any rule or regulation of the SEC;
- (2) execute for and on behalf of the undersigned, in the undersigned's capacity as an executive officer of Kraft Foods Inc. (the "Company"), Forms 3, 4 and 5 in accordance with Section 16(a) of the Securities Exchange Act of 1934 and the rules thereunder;
- (3) do and perform any and all acts for and on behalf of the undersigned which may be necessary or desirable to complete and execute any such Form 3, 4 or 5, complete and execute any amendment or amendments thereto, and timely file such form with the SEC and any stock exchange or similar authority; and
- (4) take any other action of any type whatsoever in connection with the foregoing which, in the opinion of such attorney-in-fact, may be of benefit to, in the best interest of, or legally required by, the undersigned, it being understood that the documents executed by such attorney-in-fact on behalf of the undersigned pursuant to this Power of Attorney shall be in such form and shall contain such terms and conditions as such attorney-in-fact may approve in such attorney-in-fact's discretion.

The undersigned hereby grants to each such attorney-in-fact full power and authority to do and perform any and every act and thing whatsoever requisite, necessary, or proper to be done in the exercise of any of the rights and powers herein granted, as fully to all intents and purposes as the undersigned might or could do if personally present, with full power of substitution or revocation, hereby ratifying and confirming all that such attorney-in-fact, or such attorney-in-fact's substitute or substitutes, shall lawfully do or cause to be done by virtue of this Power of Attorney and the rights and powers herein granted. The undersigned acknowledges that the foregoing attorneys-in-fact, in serving in such capacity at the request of the undersigned, are not assuming, nor is the Company assuming, any of the undersigned's responsibilities to comply with Section 16 of the Securities Exchange Act of 1934.

This Power of Attorney shall remain in full force and effect until the undersigned is no longer required to file Forms 3, 4 and 5 with respect to the undersigned's holdings of and transactions in securities issued by the Company, unless earlier revoked by the undersigned in a signed writing delivered to the foregoing attorneys-in-fact.

This Power of Attorney revokes all prior Powers of Attorney relating to reporting under Section 16 of the Securities Exchange Act of 1934 of the Company's securities and shall remain in effect until revoked by a subsequently filed instrument.

IN WITNESS WHEREOF, the undersigned has caused this Power of Attorney to be executed as of this 27th day of January, 2011.

/s/ William Anthony Vernon

Signature of Executive Officer William Anthony Vernon Print Name