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

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									
OMB Number: 3235-0287									
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hours per response:	0.5								

1. Name and Addre	1 0	'son [*]	2. Issuer Name and Ticker or Trading Symbol <u>MICROSOFT CORP</u> [MSFT]	(Check	tionship of Reporting Per all applicable) Director Officer (give title	son(s) to Issuer 10% Owner Other (specify
(Last) (First) (Middle) ONE MICROSOFT WAY			3. Date of Earliest Transaction (Month/Day/Year) 10/29/2003		below) Senior Vice P	below)
(Street) REDMOND (City)	WA (State)	98052-6399 (Zip)	 4. If Amendment, Date of Original Filed (Month/Day/Year) 	6. Indiv Line) X	ridual or Joint/Group Filin Form filed by One Rep Form filed by More tha Person	orting Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)					5. Amount of Securities Beneficially Owned Following Reported	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership
			Code	v	Amount	(A) or (D)	Price	Transaction(s) (Instr. 3 and 4)		(Instr. 4)
Common Stock	10/29/2003		М		75,000	A	\$5.6563	120,700	D	
Common Stock	10/29/2003		S		55,055	D	\$26.9	65,645	D	
Common Stock	10/29/2003		S		19,945	D	\$26.91	45,700	D	
Common Stock								2,456	I	By Daughter
Common Stock								2,456	I	By Daughter
Common Stock								9,393	I	By 401(k)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) P Transaction 24 December of 10 Number of 16 Date Exercisely and 17 Title and Amount 18 Drive of 10 Number of 16 Date Exercisely and 17 Title and Amount 18 Drive of 10 Number of 16 Date Exercisely and 17 Title and Amount 18 Drive of 10 Number of 16 Date Exercisely and 17 Title and Amount 18 Drive of 10 Number of 16 Date Exercisely and 17 Date 18 Drive of 10 Number of 18 Date 18

DS	. Title of erivative ecurity nstr. 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. Transa Code (8)		Deri Sec Acq or D	umber of vative urities uired (A) isposed 0) (Instr. 3, d 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)		8. Price of Derivative Security (Instr. 5)	9. Number of derivative Securities Beneficially Owned Following Reported	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
					Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares		Transaction(s) (Instr. 4)		
St O (F	mployee tock ption Right to uy)	\$5.6563 ⁽¹⁾	10/29/2003		М			75,000 ⁽¹⁾	01/31/2001	07/31/2005	Common Stock	75,000 ⁽¹⁾	\$0	261,000 ⁽¹⁾	D	

Explanation of Responses:

1. This option was previously reported as covering 346,800 shares at \$11.31 per share, but is adjusted to reflect a 2-for-1 stock split effective February 14, 2003.

Remarks:

Keith R. Dolliver, Attorney-in-

Fact for David Vaskevitch

10/29/2003

Date

** 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.