FORM 4

## **UNITED STATES SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL

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

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

of occasion ooth) of the investment company net of 10-10											
1. Name and Addre  GATES WIL	ss of Reporting Perso	on*	2. Issuer Name and Ticker or Trading Symbol  MICROSOFT CORP [ MSFT ]		tionship of Reporting Perso all applicable) Director	on(s) to Issuer					
(Last) (First) (Middle) ONE MICROSOFT WAY		(Middle)	3. Date of Earliest Transaction (Month/Day/Year) 02/07/2007		Officer (give title below)	Other (specify below)					
(Street) REDMOND	,		4. If Amendment, Date of Original Filed (Month/Day/Year)	6. Indiv Line)	ividual or Joint/Group Filing (Check Applicable  Form filed by One Reporting Person  Form filed by More than One Reporting						
(City)	(State)	(Zip)			Person	One Reporting					

(Street) REDMOND WA	98052						X	Form filed by On Form filed by Mo Person		
(City) (State)	(Zip)									
1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	ZA. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)		4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 an			5. Amount of Securities Beneficially Owned Following	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership
			Code V		Amount (A) or (D) Price		Price	Reported Transaction(s) (Instr. 3 and 4)		(Instr. 4)
Common Stock	02/07/2007		S		3	D	\$29.7	936,499,333	D	
Common Stock	02/07/2007		S		12,000	D	\$29.69	936,487,333	D	
Common Stock	02/07/2007		S		2,400	D	\$29.68	936,484,933	D	
Common Stock	02/07/2007		S		9,000	D	\$29.65	936,475,933	D	
Common Stock	02/07/2007		S		8,597	D	\$29.64	936,467,336	D	
Common Stock	02/07/2007		S		2,500	D	\$29.61	936,464,836	D	
Common Stock	02/07/2007		S		28,300	D	\$29.6	936,436,536	D	
Common Stock	02/07/2007		S		10,400	D	\$29.59	936,426,136	D	
Common Stock	02/07/2007		S		8,000	D	\$29.58	936,418,136	D	
Common Stock	02/07/2007		S		2,200	D	\$29.57	936,415,936	D	
Common Stock	02/07/2007		S		5,200	D	\$29.56	936,410,736	D	
Common Stock	02/07/2007		S		5,900	D	\$29.55	936,404,836	D	
Common Stock	02/07/2007		S		23,700	D	\$29.54	936,381,136	D	
Common Stock	02/07/2007		S		14,200	D	\$29.53	936,366,936	D	
Common Stock	02/07/2007		S		7,700	D	\$29.52	936,359,236	D	
Common Stock	02/07/2007		S		10,000	D	\$29.51	936,349,236	D	
Common Stock	02/07/2007		S		3,500	D	\$29.5	936,345,736	D	
Common Stock	02/07/2007		S		14,500	D	\$29.49	936,331,236	D	
Common Stock	02/07/2007		S		27,000	D	\$29.48	936,304,236	D	
Common Stock	02/07/2007		S		18,700	D	\$29.47	936,285,536	D	
Common Stock	02/07/2007		S		13,800	D	\$29.46	936,271,736	D	
Common Stock	02/07/2007		S		18,100	D	\$29.45	936,253,636	D	
Common Stock	02/07/2007		S		104,100	D	\$29.44	936,149,536	D	
Common Stock	02/07/2007		S		106,000	D	\$29.43	936,043,536	D	
Common Stock	02/07/2007		S		41,200	D	\$29.42	936,002,336	D	
Common Stock	02/07/2007		S		6,800	D	\$29.41	935,995,536	D	
Common Stock	02/07/2007		S		21,000	D	\$29.4	935,974,536	D	
Common Stock	02/07/2007		S		24,900	D	\$29.39	935,949,636	D	
Common Stock	02/07/2007		S		117,600	D	\$29.38	935,832,036	D	
Common Stock	02/07/2007		S		20,800	D	\$29.37	935,811,236(1)	D	

		Та	ible II - Deriva (e.g., p					ired, Disp options,							
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.		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 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 Transaction(s) (Instr. 4)	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				

## Explanation of Responses:

1. In addition, there are 425,066 shares owned by reporting person's spouse. The reporting person disclaims beneficial ownership of these securities, and this report shall not be deemed an admission that the reporting person is the beneficial owner of the securities for purposes of Section 16 or for any other purposes.

## Remarks:

\* Duly authorized under Special Power of Attorney appointing Michael Larson attorney-in-fact, dated February 3, 2006, by and on behalf of William H. Gates III, filed as Exhibit 99.1 to Cascade Investment, L.L.C.'s Amendment No. 2 to Schedule 13G with respect to Arch Capital Group Ltd. on March 7, 2006, SEC File No. 005-45257, and incorporated by reference herein.

William H. Gates III By: /s/

Michael Larson\*, Attorney-In- 02/09/2007

\*\* 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.