FORM 4

__ Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue.

See Instruction 1(b).

(Print or Type Responses)

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(f) of the Investment Company Act of 1940

OMB APPROVAL

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			6. Relationship of Reporting Person(s) to Issuer (Check all applicable)
1. Name and Address of Reporting Person *			X Director X 10% Owner
Gates, III William H.	2. Issuer Name and Ticker		X Officer (give title below)
(Last) (First) (Middle)	or Trading Symbol	4. Statement for	Other (specify below)
	MICROSOFT CORPORATION (MSFT)	(Month/Day/Year) 2/19/2003	Chairman of the Board; Chief Software Architect
One Microsoft Way (Street)	3. I.R.S. Identification Number of Reporting		7. Individual or Joint/Group Filing (Check Applicable Line)
, ,	Person, if an entity (voluntary)	5. If Amendment, Date of Original (Month/Day/Year)	X Form filed by One Reporting Person
Redmond WA 98052-6399	(voluntary)	Original (Month Day/ 16a)	
(City) (State) (Zip)			Form filed by More than One Reporting 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 (Instr. 8)	n Code	4. Securities Ac (Instr. 3, 4 and S		isposed of (D)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
Common Stock	2/19/03		S		25,200	D	24.56	(((
Common Stock	2/19/03		S		174,800	D	24.57			
Common Stock	2/19/03		S		50,000	D	24.58			
Common Stock	2/19/03		S		74,700	D	24.59			
Common Stock	2/19/03		S		130,700	D	24.60			
Common Stock	2/19/03		S		98,200	D	24.61			
Common Stock	2/19/03		S		44,600	D	24.62			
Common Stock	2/19/03		S		22,800	D	24.63			
Common Stock	2/19/03		S		2,200	D	24.64			
Common Stock	2/19/03		S		26,800	D	24.65			
Common Stock	2/19/03		S		350,000	D	24.68	1,216,498,600	D	
Common Stock								736	I	Through an entity owned by the reporting person
Common Stock								428,520*	I	Held by spouse

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

3. 3A. Deemed		4. Der Transaction Accorde Dis		Disposed of (D)		6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount of Underlying Securities (Instr. 3 and 4)			9. Number of Derivative Securities	10. Ownership Form of	11. Nature		
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	Transaction Date (Month/Day/ Year)	ansaction Execution tte Date, if any Ionth/Day/ (Month/Day/	Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares	8. Price of Derivative Security	Beneficially Owned Following Reported Transaction(s)	Securities: Direct (D) or Indirect (I)	of Indirect Beneficial Ownership (Instr. 4)

/s/ Michael Larson	2/19/03
** Signature of Reporting Person	Date

Attorney-In-fact.

Explanation of Responses:

Duly authorized under Special Power of Attorney appointing Michael Larson attorney-in-fact, dated March 14, 2001, by and on behalf of William H. Gates III, filed as Exhibit B to Cascade Investment's Amendment No. 1 to Schedule 13D with respect to Pan American Silver Corp. on March 19, 2001, SEC File No. 005-52919, and Incorporated by reference herein.

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.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.

http://www.sec.gov/divisions/corpfin/forms/form4.htm Last update: 09/05/2002