FORM 4

## UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPROVAL OMB Number: Estimated average burden hours per response: 0.5

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

1. Name and Address of Reporting Person*  HASTINGS REED						2. Issuer Name and Ticker or Trading Symbol MICROSOFT CORP [ MSFT ]									elationship eck all appli X Directo	. ,		erson(s) to Issuer	
(Last) (First) (Middle) C/O NETFLIX, INC. 100 WINCHESTER CIRCLE					3. Date of Earliest Transaction (Month/Day/Year) 03/13/2008										Officer below)	(give title	Other (spi below)		specify
(Street) LOS GATOS CA 95032 (City) (State) (Zip)				4. 11	4. If Amendment, Date of Original Filed (Month/Day/Year)								Line	e) X Form t Form t					
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																			
Date					Date Month/Day/Year)		2A. Deemed Execution Date, if any (Month/Day/Year)		3. Transaction Code (Instr. 8)		4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 5)			(A) or 3, 4 and	Benefici	es Formially (D) (I) (I)		n: Direct r Indirect istr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
									Code	v	Amount	(A) (D)	or	Price	Transac (Instr. 3	tion(s)			(3 4)
Common Stock														100	0,000		D		
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 I if any (Month/Day	Date,	Code (Ins		5. Nur of Deriva Secur Acqui (A) or Dispo of (D) (Instr. and 5)	ative rities ired sed	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)	Beneficial Ownership (Instr. 4)
				Cod	Code	v	(A)		Date Exercisabl		xpiration ate	Title	or Nu of	ımber					
Restricted Stock Units	(1)	03/13/2008			A	v	26 <sup>(2)</sup>		(3)		(3)	Commor Stock		26	\$0	6,849		D	

## **Explanation of Responses:**

- 1. Each restricted stock unit represents a contingent right to receive one share of Microsoft common stock.
- 2. Dividend equivalent rights accrue when and as dividends are paid on the Company's common stock and become exercisable proportionately with the restricted stock units to which they relate.
- 3. The restricted stock units are fully vested. Delivery of the shares to the reporting person will be made thirty days after the date of the reporting person's separation from service to the Board of Directors.

## Remarks:

Keith R. Dolliver, Attorney-infact for Reed Hastings

03/14/2008

\*\* 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.