

MICROSOFT CORP  
Form 4  
March 13, 2006

**FORM 4**

**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549**

OMB APPROVAL

OMB Number: 3235-0287  
Expires: January 31, 2005  
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).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

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(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
COLE DAVID WAYNE

(Last) (First) (Middle)

ONE MICROSOFT WAY

(Street)

REDMOND, WA 98053-6399

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol  
MICROSOFT CORP [MSFT]

3. Date of Earliest Transaction  
(Month/Day/Year)  
03/10/2006

4. If Amendment, Date Original Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

\_\_\_\_ Director \_\_\_\_\_ 10% Owner  
 Officer (give title below) \_\_\_\_\_ Other (specify below)

Senior Vice President

6. Individual or Joint/Group Filing(Check Applicable Line)  
 Form filed by One Reporting Person  
\_\_\_\_ 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 Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | 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) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|---|
|                                 |                                      |  | Code                           | V   | Amount or Price   |  |   |
| Common Stock                    | 03/10/2006                           |  | M                              |   | 196,000 A \$ 6.2227   | D  |   |
| Common Stock                    | 03/10/2006                           |  | S                              |   | 22,623 (1) D \$ 27.08   | D  |   |
| Common Stock                    | 03/13/2006                           |  | S                              |   | 37,700 (1) D \$ 27.09   | D  |   |
| Common Stock                    | 03/10/2006                           |  | S                              |   | 12,800 (1) D \$ 27.1  | D  |   |
| Common Stock                    | 03/10/2006                           |  | S                              |   | 23,900 (1) D \$ 27.12   | D  |   |

Edgar Filing: MICROSOFT CORP - Form 4

|              |            |   |                      |   |          |         |   |
|--------------|------------|---|----------------------|---|----------|---------|---|
| Common Stock | 03/10/2006 | S | <u>20,777</u><br>(1) | D | \$ 27.13 | 134,871 | D |
| Common Stock | 03/10/2006 | S | 4,900 (1)            | D | \$ 27.14 | 129,971 | D |
| Common Stock | 03/10/2006 | S | <u>33,800</u><br>(1) | D | \$ 27.15 | 96,171  | D |
| Common Stock | 03/10/2006 | S | <u>10,400</u><br>(1) | D | \$ 27.16 | 85,771  | D |
| Common Stock | 03/10/2006 | S | <u>10,800</u><br>(1) | D | \$ 27.17 | 74,971  | D |
| Common Stock | 03/10/2006 | S | <u>12,540</u><br>(1) | D | \$ 27.18 | 62,431  | D |
| Common Stock | 03/10/2006 | S | 5,760 (1)            | D | \$ 27.2  | 56,671  | D |

|              |  |  |  |  |  |    |   |                    |
|--------------|--|--|--|--|--|----|---|--------------------|
| Common Stock |  |  |  |  |  | 20 | I | By dependent child |
| Common Stock |  |  |  |  |  | 20 | I | By dependent child |
| Common Stock |  |  |  |  |  | 20 | I | By dependent child |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

**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 control number.**

SEC 1474  
(9-02)

**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 Date, if any (Month/Day/Year) | 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 Amount of Underlying Securities (Instr. 3 and 4) |              |                      |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--------------|----------------------|
|  |  |                                      |  | Code                           | V (A) (D)   | Date Exercisable   | Expiration Date   | Title        | Amount Number Shares |
| Employee Stock Option                      | \$ 6.2227  | 03/10/2006                           |  | M                              | 196,000   | 11/15/2004   | 07/15/2006  | Common Stock | 196,000              |

(right to  
buy)

## Reporting Owners

| Reporting Owner Name / Address                                  | Relationships |           |                       |       |
|---|---------------|-----------|-----------------------|-------|
|   | Director      | 10% Owner | Officer               | Other |
| COLE DAVID WAYNE<br>ONE MICROSOFT WAY<br>REDMOND, WA 98053-6399 |               |           | Senior Vice President |       |

## Signatures

|  |            |
|--|------------|
| Keith R. Dolliver, Attorney-in-Fact for David<br>W. Cole | 03/13/2006 |
|--|------------|

\_\_Signature of Reporting Person

Date

## Explanation of Responses:

- \* 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).
- (1) This sale was effected pursuant to a 10b5-1 sales plan adopted by the reporting person.

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.