

LOBBYING REGISTRATION

Lobbying Disclosure Act of 1995 (Section 4)

Check if this is an Amended Registration

1. Effective Date of Registration Feb 15, 2001

2. House Identification Number 30748035

Senate Identification Number 21506-404

REGISTRANT

3. Registrant Name: KESSLER & ASSOCIATES BUSINESS SERVICES
Address: 210 7TH ST SE #200
City: WASHINGTON State: DC Zip: 20003

4. Principal place of business (if different from line 3):

5. Telephone number and contact name:
202-547-6808 Contact: LEE TERRETT
E-mail(optional): lterrett@kesslerassoc.com

6. General description of registrant's business or activities:
Lobbying Firm

CLIENT

A Lobbying firm is required to file a separate registration for each client. Organizations employing in-house lobbyists should check the box labeled "Self" and proceed to line 10.

Self

7. Client name: PHILIP MORRIS COS., INC.
Address: 1341 G STREET, NW, SUITE 900
City: WASHINGTON State: DC Zip: 20005

8. Principal place of business (if different from line 7):

9. General description of client's business or activities:
tobacco and food products

LOBBYISTS

10. Name of each individual who has acted or is expected to act as a lobbyist for the client identified on line 7. If any person listed in this section has served as a "covered executive branch official" or "covered legislative branch official" within two years of first acting as a lobbyist for the client, state the executive and/or legislative position(s) in which the person served.

Name: GROS, SIMON
Covered Official Position (if applicable): LA; REP FRANK LOBIONDO
Name: KESSLER, RICHARD
Covered Official Position (if applicable): N/A
Name: MUSSER, JAMES C.
Covered Official Position (if applicable): N/A
Name: SPORIDIS, HARRY
Covered Official Position (if applicable): N/A

LOBBYING ISSUES

11. General lobbying issue areas. Select all applicable codes listed in instructions and on the reverse side of Form LD-1, page 1:

TOB

12. Specific lobbying issues (current and anticipated):

Advocating passage of FDA regulation of tobacco. Advocating passage of non-flammable cigarette legislation

AFFILIATED ORGANIZATIONS

Registrant Name: KESSLER & ASSOCIATES BUSINESS SERVICES Client Name: PHILIP MORRIS COS., INC.

13. Is there an entity other than the client that contributes more than \$10,000 to the lobbying activities of the registrant in a semi-annual period **and** 13. Is there an entity other than the client that contributes more than \$10,000 to the lobbying activities of the registrant in a semi-annual period in whole or in major part plans, supervises or controls the registrant's lobbying activities?

No, then go to line 14.

Yes, then complete the rest of this section for each entity matching the criteria above, then proceed to line 14.

FOREIGN ENTITIES

14. Is there any foreign entity that:

- a) holds at least 20% equitable ownership in the client or any organization identified on line 13; **OR**
- b) directly or indirectly, in whole or in major part, plans, supervises, controls, directs, finances or subsidizes activities of the client or any organization identified on line 13; **OR**
- c) is an affiliate of the client or any organization identified on line 13 and has a direct interest in the outcome of the lobbying activity?

No, then sign and date the registration.

Yes, then complete the rest of this section for each entity matching the criteria above, then sign and date the registration.

Signature: ON FILE Date: Feb 20, 2001

Printed Name and Title: DARLA M. TOMES - DEPUTY DIRECTOR OF COMMUNICATIONS