

LOBBYING REPORT

Lobbying Disclosure Act of 1995 (Section 5) - **All Filers Are Required To Complete This Page**

1. Registrant Name:

MICROSOFT CORP

2. Address:

1401 EYE STREET, NW SUITE 500, WASHINGTON, DC 20005

3. Principal place of business (if different from line 2):

City: Redmond State/Zip(or Country): WA 98052

4. Contact Name: KARIN GESS

Telephone: 2022635900

E-mail (optional): kgess@microsoft.com

Senate ID #: 25204-12

House ID #:

7. Client Name: Self

TYPE OF REPORT

8. Year 2007 Midyear (January 1 - June 30): **OR** Year End (July 1 - December 31):

9. Check if this filing amends a previously filed version of this report:

10. Check if this is a Termination Report: => Termination Date: _____ 11. No Lobbying Activity:

INCOME OR EXPENSES

Complete Either Line 12 **OR** Line 13

12. Lobbying Firms

INCOME relating to lobbying activities for this reporting period was:

Less than \$10,000:

\$10,000 or more: => Income (nearest \$20,000): _____

Provide a good faith estimate, rounded to the nearest \$20,000, of all lobbying related income from the client (including all payments to the registrant by any other entity for lobbying activities on behalf of the client).

13. Organizations

EXPENSES relating to lobbying activities for this reporting period were:

Less than \$10,000:

\$10,000 or more: => Expenses (nearest \$20,000): 4,780,000.00

14. Reporting Method.

Check box to indicate expense accounting method. See instructions for description of options.

- Method A.** Reporting amounts using LDA definitions only
 Method B. Reporting amounts under section 6033(b)(8) of the Internal Revenue Code
 Method C. Reporting amounts under section 162(e) of the Internal Revenue Code

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: CPI (one per page)

16. Specific lobbying issues:

OpenXML ISO Standards vote. H.R. 1 (S. 4). Improving America's Security Act of 2007. H.R. 811 (S.1487). Voter Confidence and Increased Accessibility Act of 2007. Protection of critical infrastructure and cyber security. Licensing, competition, and government procurement in the software industry. HHS IT e-health procurement. Private sector preparedness; cyber research and development.

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Defense, Dept of (DOD)
Energy, Dept of
Executive Office of the President (EOP)
Federal Trade Commission (FTC)
HOUSE OF REPRESENTATIVES
Health & Human Services, Dept of (HHS)
Homeland Security, Dept of (DHS)
Justice, Dept of (DOJ)
SENATE
State, Dept of (DOS)
Treasury, Dept of
U.S. Trade Representative (USTR)

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BRADY, BETSY
Covered Official Position (if applicable): N/A
Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: GOODWIN, CRISTIN
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: MANN, SUSAN
Covered Official Position (if applicable): N/A
Name: PASSMAN, PAMELA
Covered Official Position (if applicable): N/A
Name: RUBINSTEIN, IRA
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A
Name: TIPSON, FRED
Covered Official Position (if applicable): N/A
Name: TORRES, FRANK
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: CPT (one per page)

16. Specific lobbying issues:

Software Piracy, counterfeiting, and protection of intellectual property rights. Appropriations related to intellectual property rights enforcement. Treatment of "orphan" works. H.R. 1908 (S. 1145), Patent Reform Act of 2007. Amendments to section 114 of the Copyright Act (relating to licensing and sound recordings). Amendments to section 115 of the Copyright Act (relating to licensing of musical works). Digital rights management (DTV broadcast flag, audio flag).

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Federal Communications Commission (FCC)
HOUSE OF REPRESENTATIVES
Justice, Dept of (DOJ)
SENATE
U.S. Copyright Office
U.S. Trade Representative (USTR)

18. Name of each individual who acted as a lobbyist in this issue area:

Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: MANN, SUSAN
Covered Official Position (if applicable): N/A
Name: PASSMAN, PAMELA
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: CSP (one per page)

16. Specific lobbying issues:

Competition in online advertising market. Child online safety issues. Online privacy issues. H.R. 964, Securely Protect Yourself Against Cyber Trespass Act Spy Act.

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Federal Trade Commission (FTC)
HOUSE OF REPRESENTATIVES
Homeland Security, Dept of (DHS)
SENATE

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BRADY, BETSY
Covered Official Position (if applicable): N/A
Name: BUCKNER, MARLAND
Covered Official Position (if applicable): N/A
Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: GOODWIN, CRISTIN
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: RUBINSTEIN, IRA
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A
Name: TORRES, FRANK
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: EDU (one per page)

16. Specific lobbying issues:

H.R. 2272, America Creating Opportunities to Meaningfully Promote Excellence in Technology, Education, and Science Act.

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Education, Dept of
HOUSE OF REPRESENTATIVES
SENATE

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BUCKNER, MARLAND
Covered Official Position (if applicable): N/A
Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: GOODWIN, CRISTIN
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A
Name: TIPSON, FRED
Covered Official Position (if applicable): N/A
Name: TORRES, FRANK
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: IMM (one per page)

16. Specific lobbying issues:

H-1B visas, J visas, L-1 visas, and employment based visas, including the visa bulletin issues. Program Electronic Review Management System (PERM) regulations. S. 1348, Comprehensive Immigration Reform Act of 2007. HR 2272, America Creating Opportunities to Meaningfully Promote Excellence in Technology, Education, and Science Act.

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Executive Office of the President (EOP)
HOUSE OF REPRESENTATIVES
Homeland Security, Dept of (DHS)
Labor, Dept of (DOL)
Office of Management & Budget (OMB)
SENATE
State, Dept of (DOS)

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BUCKNER, MARLAND
Covered Official Position (if applicable): N/A
Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: GOODWIN, CRISTIN
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: PASSMAN, PAMELA
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: SCI (one per page)

16. Specific lobbying issues:

HR 2272, America Creating Opportunities to Meaningfully Promote Excellence in Technology, Education, and Science Act.

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Energy, Dept of
Executive Office of the President (EOP)
HOUSE OF REPRESENTATIVES
Homeland Security, Dept of (DHS)
Nat'l Science Foundation (NSF)
SENATE

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BRADY, BETSY
Covered Official Position (if applicable): N/A
Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: GOODWIN, CRISTIN
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: TAX (one per page)

16. Specific lobbying issues:

H.R. 1077, Internet Consumer Protection Act of 2007. S. 1556, Tax Equity for Domestic Partner and Health Plan Beneficiaries Act. H.R. 1820, Tax Equity for Health Plan Beneficiaries Act of 2007. IRC Section 199 guidance. Rev. Proc. 2007-23. IRC Section 409A. IRS Section 954. H.R. 3359, The Mobile Workforce State Income Tax Fairness and Simplification Act of 2007. Proposed Treas. Reg. 1.482-7. Transfer pricing, treaty, international tax, and tax reform issues. H.R. 2138, Investment in America Act of 2007. S. 41, Research Competitiveness Act of 2007. S. 1726, Business Activity Tax Simplification Act of 2007. S. 156 (H.R. 743), Permanent Internet Tax Freedom Act of 2007.

17. House(s) of Congress and Federal agencies contacted:

HOUSE OF REPRESENTATIVES

Internal Revenue Service (IRS)

SENATE

State, Dept of (DOS)

Treasury, Dept of

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BUCKNER, MARLAND

Covered Official Position (if applicable): N/A

Name: CORLEY, SCOTT

Covered Official Position (if applicable): N/A

Name: HOUTON, JAMES

Covered Official Position (if applicable): N/A

Name: INGLE, ED

Covered Official Position (if applicable): N/A

Name: KRUMHOLTZ, JACK

Covered Official Position (if applicable): N/A

Name: ROESSER, TOM

Covered Official Position (if applicable): N/A

Name: SAMPLE, BILL

Covered Official Position (if applicable): N/A

Name: SAMPSON, JOHN

Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: TEC (one per page)

16. Specific lobbying issues:

VOIP and Customer Proprietary Network Information, VOIP and Domestic Storage issues, Universal Service Fund, Intercarrier Compensation issues, White Spaces proceedings at the FCC, S. 385, Interoperable Emergency Communications Act, S. 428, IP-Enabled Voice Communications and Public Safety Act of 2007, S. 234, Wireless Innovation Act of 2007, S. 337, White Spaces Act of 2007, S. 704, Truth in Caller ID Act of 2007, S. 1492, Broadband Data Improvement Act, H.R. 251, Truth In Caller ID Act, H.R. 740, Preventing Harassment through Outbound Number Enforcement (PHONE) Act of 2007, H.R. 1597, Wireless Innovation Act of 2007, H.R. 2725, Alarm Customer VOIP Notification Act of 2007, H.R. 3404, 911 Modernization and Public Safety Act of 2007, Broadband, DTV Transition, VOIP, E911 and Autolocation, VOIP and Accessibility issues.

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Executive Office of the President (EOP)
Federal Communications Commission (FCC)
HOUSE OF REPRESENTATIVES
SENATE
State, Dept of (DOS)

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BEREJKA, MARC
Covered Official Position (if applicable): N/A
Name: BOYD, PAULA
Covered Official Position (if applicable): N/A
Name: BRADY, BETSY
Covered Official Position (if applicable): N/A
Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Registrant Name: MICROSOFT CORP Client Name: Self

LOBBYING ACTIVITY

Select as many codes as necessary to reflect the general issue areas in which the registrant engaged in lobbying on behalf of the client during the reporting period. Using a separate page for each code, provide information as requested. Attach additional page(s) as needed.

15. General issue area code: TRD (one per page)

16. Specific lobbying issues:

Interpretation and application of the WTO Agreement on Trade-Related Aspects of Intellectual Property. Agenda for further negotiations in Doha Development Round on WTO talks. European Commission investigation of competition in the software industry. Korean Fair Trade Commission's investigation of competition in the software industry. Negotiations regarding Russia's accession to the World Trade Organization (matters related to services, IPR and requirements for passage of Permanent Normal Trade Relations (PNTR)). Development of an affirmative agenda for the Asia Pacific Economic Conference (APEC) meetings in Australia in 2007. Trade and IPR issues with ASEAN countries, in particular Vietnam, Indonesia, Cambodia, and Thailand. Maintenance of the Information Technology Agreement (ITA) and WTO dispute settlement proceedings. Special 301. Passage of Free Trade Agreements (US-Korea, US-Panama, US-Colombia, and US-Peru) and the inclusion of provisions of interest to the high tech industry, including IPR as well as competition and market access issues. Software piracy, competition, procurement, and market access issues in China.

17. House(s) of Congress and Federal agencies contacted:

Commerce, Dept of (DOC)
Executive Office of the President (EOP)
Federal Trade Commission (FTC)
HOUSE OF REPRESENTATIVES
Patent & Trademark Office (PTO)
SENATE
State, Dept of (DOS)
Treasury, Dept of
U.S. Copyright Office
U.S. Trade Representative (USTR)

18. Name of each individual who acted as a lobbyist in this issue area:

Name: BRADY, BETSY
Covered Official Position (if applicable): N/A
Name: CORLEY, SCOTT
Covered Official Position (if applicable): N/A
Name: DWOSKIN, DOROTHY
Covered Official Position (if applicable): USTR
Name: GELMAN, MATT
Covered Official Position (if applicable): N/A
Name: HOUTON, JAMES
Covered Official Position (if applicable): N/A
Name: INGLE, ED
Covered Official Position (if applicable): N/A
Name: KRUMHOLTZ, JACK
Covered Official Position (if applicable): N/A
Name: MANN, SUSAN
Covered Official Position (if applicable): N/A
Name: PASSMAN, PAMELA
Covered Official Position (if applicable): N/A
Name: SAMPSON, JOHN
Covered Official Position (if applicable): N/A
Name: TIPSON, FRED
Covered Official Position (if applicable): N/A

19. Interest of each foreign entity in the specific issues listed on line 16 above. **None**

Signature: ON FILE Date: Aug 14, 2007

Printed Name and Title: JACK KRUMHOLTZ - MANAGING DIRECTOR OF FEDERAL GOV -

Information Update Page:

Complete ONLY where registration information has changed.

LOBBYIST UPDATE

23. Name of each previously reported individual who is NO LONGER expected to act as a lobbyist for the client

ISSUE UPDATE

24. General lobbying issues previously reported that NO LONGER pertain

AFFILIATED ORGANIZATIONS

25. Add the following organization(s)

26. Name of each previously reported organization that is NO LONGER affiliated with the registrant or client

FOREIGN ENTITIES

27. Add the following foreign entities

28. Name of each previously reported foreign entity the NO LONGER owns, OR controls, OR is affiliated with the registrant, client or affiliated organization

Signature: ON FILE Date: Aug 14, 2007

Printed Name and Title: -