

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP**

OMB APPROVAL	
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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* <b>BURNS URSULA M</b> <hr/> (Last) (First) (Middle) <b>800 LONG RIDGE ROAD</b> <b>P. O. 1600</b> <hr/> (Street) <b>STAMFORD</b> <b>06904</b> <hr/> (City) (State) (Zip)			2. Issuer Name and Ticker or Trading Symbol <b>XEROX CORP [ XRX ]</b>			5. Relationship of Reporting Person(s) to Issuer (Check all applicable) Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) <b>Senior Vice President</b>		
			3. Date of Earliest Transaction (Month/Day/Year) <b>01/11/2007</b>					
			4. If Amendment, Date of Original Filed (Month/Day/Year)					
			6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> 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	(A) or (D)	Price			
Common Stock								3,316.78	I	Emplyee Stock Ownership Plan
Common Stock								3,458	I	Children
Xerox Stock Fund								2,078.23	I	Xerox Stock Fund <sup>(3)</sup>
Common Stock	01/11/2007		M <sup>(5)</sup>		55,400	A	\$0 <sup>(2)</sup>	181,187	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		1,400	D	\$16.97	179,787	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		1,600	D	\$16.98	178,187	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		6,400	D	\$16.99	171,787	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		6,000	D	\$17	165,787	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		14,300	D	\$17.01	151,487	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		500	D	\$17.02	150,987	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		6,164	D	\$17.03	144,823	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		9,636	D	\$17.04	135,187	D	
Common Stock	01/11/2007		S <sup>(5)</sup>		9,400	D	\$17.05	125,787	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 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 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)	11. Nature of Indirect Beneficial Ownership (Instr. 4)
				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Stock Option	\$5.14							10/14/2007	12/31/2011	Common Stock	100,000		100,000	D	
Stock Option	\$7.885	01/11/2007		M <sup>(5)</sup>			55,400	01/01/2004 <sup>(1)</sup>	12/31/2012	Common Stock	55,400	\$0 <sup>(2)</sup>	0	D	
Stock Option	\$10.365							01/01/2003 <sup>(1)</sup>	12/31/2011	Common Stock	149,600		149,600	D	
Stock Option	\$21.7812							01/01/2005	12/31/2009	Common Stock	40,000		40,000	D	
Stock Option	\$46.875							01/01/1999 <sup>(1)</sup>	12/31/2008	Common Stock	15,282		15,282	D	
Stock Option	\$47.5							03/01/2003	12/31/2009	Common Stock	5,625		5,625	D	

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				Code	V	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Stock Option	\$13.685							01/01/2005 <sup>(1)</sup>	12/31/2011	Common Stock	138,000		138,000	D	
Performance Shares	\$0.0 <sup>(2)</sup>							08/08/1988 <sup>(2)</sup>	08/08/1988 <sup>(2)</sup>	Common Stock	35,300		35,300 <sup>(4)</sup>	D	

**Explanation of Responses:**

- Options vest over three years, 33.3% per year beginning in year shown.
- Not Applicable
- Units purchased in and loan repayments to Xerox Stock Fund under Xerox Savings Plan. Amount does not represent shares of stock, but dollars invested divided by unit value.
- These performance shares were earned based on achievement of specific annual performance criteria that are not tied solely to the market price of Issuer securities. Performance shares, to the extent earned, are scheduled to vest three years from their respective grant date.
- This sale of shares was effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on February 8, 2005 and disclosed under Item 8.01 of the Form 8-K filed with the Securities and Exchange Commission on November 5, 2004.

Karen Boyle, Attorney-In-Fact    01/12/2007

\*\* 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.

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