

NICHOLAS NICHOLAS J JR  
 Form 4  
 January 19, 2005

**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 \*  
 NICHOLAS NICHOLAS J JR

2. Issuer Name and Ticker or Trading Symbol  
 XEROX CORP [XRX]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)  
 800 LONG RIDGE ROAD, P. O.  
 BOX 1600

3. Date of Earliest Transaction (Month/Day/Year)  
 01/14/2005

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

(Street)  
 STAMFORD 06904

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

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 Ownership (Instr. 4)
			Code	V Amount (A) or (D) Price			
Common Stock					106,700	D	
Common Stock					1,400	I	Spouse
Deferred Stock Unit	01/14/2005		A <sup>(5)</sup>	2,409 A \$ 16.09	8,153	D	

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**

SEC 1474 (9-02)

number.

**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 Security (Instr. 3 and 4)	Amount or Number of Shares		
				Code	V	(A)	(D)			
Stock Option	\$ 10.5					01/01/2004 <sup>(3)</sup>	05/15/2013	Common Stock	5,000	
Stock Option	\$ 6.8					01/01/2003 <sup>(3)</sup>	09/09/2012	Common Stock	5,000	
Stock Option	\$ 9.25					01/01/2002 <sup>(3)</sup>	08/28/2011	Common Stock	5,000	
Stock Option	\$ 26.5625					01/01/1997 <sup>(4)</sup>	05/22/2006	Common Stock	5,000	
Stock Option	\$ 27					01/01/2001 <sup>(3)</sup>	05/18/2010	Common Stock	5,000	
Stock Option	\$ 32.1563					01/01/1998 <sup>(4)</sup>	05/14/2007	Common Stock	5,000	
Stock Option	\$ 54.2188					01/01/1999 <sup>(3)</sup>	05/22/2006	Common Stock	5,000	
Stock Option	\$ 60.4375					01/01/2000 <sup>(3)</sup>	05/20/2009	Common Stock	5,000	
Deferred Comp.	\$ 0 <sup>(1)</sup>	01/15/2005		J <sup>(2)</sup>	V			\$ 38,750	Common Stock	38,750

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
NICHOLAS NICHOLAS J JR 800 LONG RIDGE ROAD P. O. BOX 1600 STAMFORD 06904	X			

## Signatures

K. W. Fizer,  
Attorney-In-Fact

01/19/2005

\_\_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) Not Applicable
- (2) Hypothetical investment of deferred compensation in Xerox Stock Fund under the Xerox Saving Plan.
- (3) Options vest over three years, 33.3% per year beginning in year shown.
- (4) Options vest over three years, 33%, 33%, 34%, beginning in year shown.
- (5) Deferred Stock Unit issued as payment of fees under the terms of the 2004 Non-Employee Directors Compensation Plan

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.