

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

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|---|--|--|
| 1. Name and Address of Reporting Person* NICHOLAS NICHOLAS J JR (Last) (First) (Middle) 800 LONG RIDGE ROAD P. O. BOX 1600 (Street) STAMFORD 06904 (City) (State) (Zip) | 2. Issuer Name and Ticker or Trading Symbol XEROX CORP [XRX] | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner Officer (give title below) Other (specify below) |
| | 3. Date of Earliest Transaction (Month/Day/Year) 10/01/2003 | |
| | 4. If Amendment, Date of Original Filed (Month/Day/Year) | |

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 | 10/01/2003 | | J ⁽⁴⁾ | | 610 | A | \$10.26 | 106,247 | D | |
| Common Stock | | | | | | | | 1,400 | I | Spouse |

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 | | Date Exercisable | Expiration Date | Title | Amount or Number of Shares | | | | |
| Stock Option | \$10.5 | | | | | | 01/01/2004 ⁽⁶⁾ | 05/15/2013 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Stock Option | \$6.8 | | | | | | 01/01/2003 ⁽⁶⁾ | 09/09/2012 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Stock Option | \$9.25 | | | | | | 01/01/2002 ⁽⁶⁾ | 08/28/2011 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Stock Option | \$26.5625 | | | | | | 01/01/1997 ⁽⁷⁾ | 05/22/2006 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Stock Option | \$27 | | | | | | 01/01/2001 ⁽⁶⁾ | 05/18/2010 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Stock Option | \$32.1563 | | | | | | 01/01/1998 ⁽⁷⁾ | 05/14/2007 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Stock Option | \$54.2188 | | | | | | 01/01/1999 ⁽⁶⁾ | 05/22/2006 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Stock Option | \$60.4375 | | | | | | 01/01/2000 ⁽⁶⁾ | 05/20/2009 | Common Stock | \$0.00 ⁽¹⁾ | | 5,000 | D | |
| Deferred Comp. | \$0.00 ⁽²⁾ | 10/01/2003 | | J ⁽³⁾ | | 15,500 ⁽⁵⁾ | 08/08/1988 ⁽²⁾ | 08/08/1988 ⁽²⁾ | Common Stock | \$0.00 ⁽²⁾ | \$0.00 ⁽²⁾ | \$711,387.99 | D | |

Explanation of Responses:

- This is a total row. Information requested is not applicable.
- Not Applicable
- Hypothetical investment of deferred compensation in Xerox Stock Fund under the Xerox Saving Plan.
- Restricted shares issued as payment of fees under the terms of the Restricted Stock Plan for Directors.
- In Dollars
- Options vest over three years, 33.3% per year beginning in year shown.
- Options vest over three years, 33%, 33%, 34%, beginning in year shown.

K. W. Fizer, Attorney-In-Fact 10/03/2003

** 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.

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 Number.