Demsey John Form 4 November 28, 2006

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

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 * Demsey John

Symbol

ESTEE LAUDER COMPANIES INC [EL]

2. Issuer Name and Ticker or Trading

(Last) (First) (Middle)

THE ESTEE LAUDER **COMPANIES INC., 767 FIFTH AVENUE**

(Street)

4. If Amendment, Date Original

3. Date of Earliest Transaction

(Month/Day/Year)

11/27/2006

Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to

Issuer

(Check all applicable)

OMB APPROVAL

3235-0287

January 31,

2005

0.5

OMB

Number:

Expires:

response...

Estimated average

burden hours per

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

Group President

6. Individual or Joint/Group Filing(Check

Applicable Line)

X Form filed by One Reporting Person Form filed by More than One Reporting

Person

NEW YORK, NY 10153

(City)	(State)	(Zip) 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		5. Amount of 6. Securities Ownership Beneficially Form: Owned Direct (D) Following or Indirect Reported (I)		7. Nature of Indirect Beneficial Ownership (Instr. 4)		
			Code V	Amount	(A) or (D)	Price	Transaction(s) (Instr. 3 and 4)	(Instr. 4)		
Class A Common Stock	11/27/2006		M(1)	10,000	A	\$ 32.15	10,019.36	D		
Class A Common Stock	11/27/2006		M(2)	10,000	A	\$ 33.44	20,019.36	D		
Class A Common Stock	11/27/2006		S <u>(1)</u>	500	D	\$ 41.18	19,519.36	D		

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Class A Common Stock	11/27/2006	S <u>(1)</u>	800	D	\$ 41.19 18,719.36	D
Class A Common Stock	11/27/2006	S(1)	4,000	D	\$ 41.2 14,719.36	D
Class A Common Stock	11/27/2006	S <u>(1)</u>	700	D	\$ 41.21 14,019.36	D
Class A Common Stock	11/27/2006	S <u>(1)</u>	400	D	\$ 41.22 13,619.36	D
Class A Common Stock	11/27/2006	S <u>(1)</u>	1,300	D	\$ 41.23 12,319.36	D
Class A Common Stock	11/27/2006	S <u>(1)</u>	2,100	D	\$ 41.25 10,219.36	D
Class A Common Stock	11/27/2006	<u>S(1)(2)</u>	1,000	D	\$ 9,219.36	D
Class A Common Stock	11/27/2006	S(2)	200	D	\$ 41.27 9,019.36	D
Class A Common Stock	11/27/2006	S(2)	3,000	D	\$ 41.3 6,019.36	D
Class A Common Stock	11/27/2006	S(2)	2,500	D	\$ 41.31 3,519.36	D
Class A Common Stock	11/27/2006	S(2)	3,000	D	\$ 41.41 519.36	D
Class A Common Stock	11/27/2006	S(2)	500	D	\$ 41.42 19.36	D

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

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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. Transactic Code (Instr. 8)	5. Number of orDerivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	Expiration Date (Month/Day/Yea	6. Date Exercisable and Expiration Date (Month/Day/Year)		7. Title and Amount o Underlying Securities (Instr. 3 and 4)	
				Code V	(A) (D)	Date Exercisable	Expiration Date	Title	Amount or Number of Share	
Option (Right to Buy)	\$ 32.15	11/27/2006		M	10,000	0 01/01/2004(1)	07/10/2012	Class A Common Stock	10,000	
Option (Right to Buy)	\$ 33.44	11/27/2006		M	10,000	0 01/01/2005(2)	08/20/2013	Class A Common Stock	10,000	

Reporting Owners

Reporting Owner Name / Address Relationships

Director 10% Owner Officer Other

Demsey John

THE ESTEE LAUDER COMPANIES INC. 767 FIFTH AVENUE

Group President

NEW YORK, NY 10153

Signatures

John Demsey, by Charles E. Reese, II, attorney-in-fact

11/28/2006

**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) Stock options granted pursuant to Fiscal 2002 Share Incentive Plan in respect of 10,000 shares exercisable from and after January 1, 2004; 10,000 shares exercisable from and after January 1, 2005; 10,000 shares exercisable from and after January 1, 2006.
- Stock options granted pursuant to Fiscal 2002 Share Incentive Plan in respect of 10,000 shares exercisable from and after January 1, 2005; 10,000 shares exercisable from and after January 1, 2006; 10,000 shares exercisable from and after January 1, 2007.
- (3) Not applicable.
- (4) The Reporting Person also has options to purchase at various prices 215,000 shares of Class A Common Stock of which 85,000 are exercisable.

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.

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