**Log in to Azure Portal**: Go to [Azure Portal](https://portal.azure.com/) and log in with your credentials.

**Create a Resource Group**:

* Navigate to "Resource groups".
* Click "Add".
* Provide a name for the resource group and select a region.
* Click "Review + create" and then "Create".

**Create a Storage Account**:

* Navigate to "Storage accounts".
* Click "Add".
* Provide the following details:
  + **Subscription**: Select your subscription.
  + **Resource group**: Select the resource group you created.
  + **Storage account name**: Provide a unique name for your storage account.
  + **Region**: Select the same region as your resource group.
  + **Performance**: Standard.
  + **Replication**: Locally-redundant storage (LRS).
* Click "Review + create" and then "Create".

**Create a Container in the Storage Account**:

* Once the storage account is created, go to the storage account.
* Click on "Containers" under the "Data storage" section.
* Click "Add container".
* Provide a name for the container (e.g., tfstate).
* Set the public access level to "Private (no anonymous access)".
* Click "Create".