FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

| | OMB APPRO | VAL | | | | | | | |
|---|--------------------------|-----------|--|--|--|--|--|--|--|
| | OMB Number: | 3235-0287 | | | | | | | |
| l | Estimated average burden | | | | | | | | |
| l | 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).

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| | nd Address of | | 2. Issuer Name and Ticker or Trading Symbol DONEGAL GROUP INC [DGICA] | | | | | | | | | Check all a Dii | pplicable) ector | g Person(s) to Issuer 10% Owner | | | | | |
|--|---|--|---|---------|--|--|---|-------|--|--------|--|---|---------------------|----------------------------------|--|--|---|---|--|
| (Last) (First) (Middle) 1195 RIVER ROAD | | | | | | | 3. Date of Earliest Transaction (Month/Day/Year) 07/02/2007 | | | | | | | | ^ be | icer (give title ow) VP & Chief | Othe belov f Undwrtg Of | , | |
| (Street) MARIETTA PA 17547 (City) (State) (Zip) | | | | | - 4. If | 4. If Amendment, Date of Original Filed (Month/Day/Year) | | | | | | | | | 6. Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person Form filed by More than One Reporting Person | | | | |
| | | Tabl | e I - No | n-Deriv | /ative | Se | ecuriti | es Ac | quired | , Dis | posed o | f, or | Ber | efici | ally Ow | ned | | | |
| 1. Title of Security (Instr. 3) 2. Transac Date (Month/Da | | | | | | | ZA. Deemed Execution Date, f any Month/Day/Year) | | 3. Transaction Code (Instr. 8) | | 4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4 | | | | nd 5) Sec Ben Owi | mount of urities eficially led Following orted | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) | |
| | | | | | | | | | v | Amount | (A) or (D) Pr | | Price | Trai | saction(s) r. 3 and 4) | | (111501.4) | | |
| Class A C | Common Sto | 2/2007 | 2007 | | J | V | 51 | | A | \$12. | 665 | 2,377 | D | | | | | | |
| Class B Common Stock | | | | | | | | | | | | | | | | 820 | D | | |
| | | Та | | | | | | | , | | osed of, onvertib | | | | • | d | | • | |
| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deem Execution if any (Month/D | n Date, | 4. Transaction Code (Instr 8) | | on of | | 6. Date Exercisable and Expiration Date (Month/Day/Year) | | | 7. Title and Amount of Securities Underlying Derivative Security (Instr. and 4) | | ı | 8. Price o Derivativ Security (Instr. 5) | derivative Securities | Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | Beneficial Ownership (Instr. 4) | |
| | | | | | Code | v | (A) | (D) | Date Exercisa | able | Expiration Date | Title | or Nu of | nount mber ares | | | | | |

Explanation of Responses:

1. Employee Stock Purchase Plan

<u>Jeffrey D. Miller, by power of attorney</u>

07/02/2007

** 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.

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.