| SEC Form 4 | |
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FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

| OMB APPROVAL | | | | | | | | | |
|---------------------|-----------|--|--|--|--|--|--|--|--|
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| Estimated average b | urden | | | | | | | | |
| hours per response: | 0.5 | | | | | | | | |

| 1. Name and Add | 1 0 | | 2. Issuer Name and Ticker or Trading Symbol <u>DONEGAL GROUP INC</u> [DGICA] | (Chec | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) | | | | | |
|----------------------------------------|---------------|----------------|------------------------------------------------------------------------------------------|-----------------------|---------------------------------------------------------------------------------------|------------------------------------------------|--|--|--|--|
| (Last) 1520 QUARR PO BOX 286 | (First) | (Middle) | 3. Date of Earliest Transaction (Month/Day/Year) 02/15/2007 | X | Director Officer (give title below) President & | 10% Owner Other (specify below) z CEO | | | | |
| (Street) SILVER SPRING (City) | PA (State) | 17575 (Zip) | 4. If Amendment, Date of Original Filed (Month/Day/Year) | 6. Indi Line) X | vidual or Joint/Group Fili Form filed by One Re Form filed by More th Person | porting 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) | | | | | 5. Amount of Securities Beneficially Owned Following Reported | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership | |
|-------------------------------------|--------------------------------------------|-------------------------------------------------------------|-----------------------------------------|---|-------------------|---|---------|---------------------------------------------------------------------------|-------------------------------------------------------------------|-----------------------------------------------------|--|
| | | | Code | v | Amount (A) (D) | | Price | Transaction(s) (Instr. 3 and 4) | | (Instr. 4) | |
| Class A Common Stock ⁽¹⁾ | 02/15/2007 | | J | v | 732.254 | A | \$18.74 | 125,110.329 | I ⁽²⁾ | 401(k) Plan | |
| Class A Common Stock ⁽¹⁾ | 05/01/2007 | | J | v | 1.753 | A | \$15.31 | 125,112.082 | I | 401(k) Plan | |
| Class A Common Stock ⁽¹⁾ | 05/15/2007 | | J | v | 977.71 | A | \$15.26 | 126,089.792 | I | 401(k) Plan | |
| Class A Common Stock | | | | | | | | 127,827.202 | D | | |
| Class B Common Stock | | | | | | | | 51,623.118 | I ⁽²⁾ | 401(k) Plan | |
| Class B Common Stock | | | | | | | | 134,148.444 | D | | |
| Class A Common Stock | | | | | | | | 1,365.798 | I | Spouse | |
| Class B Common Stock | | | | | | | | 589 | Ι | Spouse | |
| Class A Common Stock | | | | | | | | 119,464 | I | Family Foundation | |

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. Transa Code (8) | | of Deriv Secu Acqu (A) or Dispo of (D) (Instr | of Expiration Date Derivative (Month/Day/Year) Securities Acquired (A) or | | | 7. Title Amour Securi Underl Deriva Securi and 4) | nt of ties ying tive ty (Instr. 3 | 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 | (A) | (D) | Date Exercisable | Expiration Date | Title | Amount or Number of Shares | | | | |

Explanation of Responses:

1. Reinvestment of dividends on shares held in 401(k) account

2. Shares held in 401(k) account previously reported as directly owned

Donald H. Nikolaus

06/05/2007

** 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.