FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

OMB APPRO	DVAL							
OMB Number:	3235-0287							
Estimated average burden								
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

1. Name ar SHENI (Last)	<u>D(</u>	2. Issuer Name and Ticker or Trading Symbol DONEGAL GROUP INC [dgicb] 3. Date of Earliest Transaction (Month/Day/Year)									k all appli Directo	r 10% Owr (give title Other (sp below)		vner						
1 MONDALE CIRCLE (Street) HUMMLESTOWN PA 17036							03/11/2004 4. If Amendment, Date of Original Filed (Month/Day/Year)									Senior VP dividual or Joint/Group Filing (Check Applicable Form filed by One Reporting Person Form filed by More than One Reporting Person				
(City)	(Si	tate)	(Zip)																	
		Tab	le I - No	n-Deriv	ative	e Sec	curitie	s Ac	quired,	Dis	osed o	of, or Be	enefic	ially	Owned	l ———				
1. Title of Security (Instr. 3) 2. Tran Date (Month						ar) E	2A. Deemed Execution Date, if any (Month/Day/Year)		3. Transaction Code (Instr. r) 8)		4. Securities Acquired (A) Disposed Of (D) (Instr. 3, 4 5)			4 and Securi Benefi Owned		es ally Following	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership (Instr. 4)	
									Code	v	Amount	(A) or (D) Pr		се	Reported Transaction(s) (Instr. 3 and 4)				(111501.4)	
Class B C	/2004	/2004		С		8,333	3 A		\$8	11,429			D							
Class B C	Common Sto	ock	L/ 200 4	/2004			S		8,333	3 D	\$2	21.17	3,096		D					
		Т	able II -	Deriva (e.g., p	tive s	Secu calls	rities , warr	Acqı ants	uired, D , option	ispo s, c	sed of onverti	, or Ber ble sec	efici uritie	ally C s)	wned					
1. Title of Derivative Security (Instr. 3)	2. Conversion or Exercise Price of Derivative Security	3. Transaction Date (Month/Day/Year)	3A. Deemd Execution if any (Month/Da	Date, Trans Code		action (Instr.	of Deriva Securi Acquir (A) or Dispos of (D)	of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4		o. Date Exercisab Expiration Date Month/Day/Year)		Amount		S (I	Price of erivative ecurity nstr. 5)	9. Number derivative Securities Beneficial Owned Following Reported Transactio (Instr. 4)	ly	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownership ct (Instr. 4)	
				Co	Code	v	(A)		Date Exercisabl		xpiration ate	Title	Amo or Num of Shar	ber						
Option	\$8	03/11/2004			С		8,333		07/01/2002	2 1	2/16/2004	Class B Common stock	8,3	33	\$8	0		D		

Explanation of Responses:

Ralph G. Spontak, by power of attorney

03/12/2004

** 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.