## FORM 4

## 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).
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## 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										
OMB Number:	3235-0287									
Estimated average burden										
hours per response:	0.5									

1. Name and Address of Reporting Person* GILMARTIN PATRICIA A					2. Issuer Name and Ticker or Trading Symbol <u>DONEGAL GROUP INC</u> [ DGICA ]									5. Relationship of Reporting Person(s) to (Check all applicable) X Director 10%			son(s) to Is: 10% O	
(Last)	(F VER ROAL	irst)		3. Date of Earliest Transaction (Month/Day/Year) 10/19/2006										give title		Other ( below)		
(Street) MARIETTA PA 17547					4. If Amendment, Date of Original Filed (Month/Day/Year)								Lin	6. Individual or Joint/Group Filing (Check Applicable Line) X Form filed by One Reporting Person				
(City)			(Zip)											Form Perso	,	re thar	n One Repo	orting
Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned																		
1. Title of Security (Instr. 3) Date (Month/D				ate	Execution Date,			Code (Instr. 5)			(A) or 3, 4 and	) or 4 and 5. Amount of Securities Beneficially Owned Following Reported		Form: Direct (D) or Indirect (I) (Instr. 4)		7. Nature of Indirect Beneficial Ownership		
								Code	v	Amount	t (A) or (D) Pr		Price	Transac	ransaction(s) nstr. 3 and 4)			(Instr. 4)
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/Ye	Co	ansaction de (Instr.	5. Number of Derivative Securities Acquired (A) or Disposed	Exp	6. Date Exercisable and Expiration Date (Month/Day/Year)						8. Price of Derivative Security (Instr. 5)	9. Number derivative Securities Beneficial Owned Following Reported	lly	10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Beneficial Ownershij (Instr. 4)

				I I		of (D) (Instr. 3, 4 and 5)							Transaction(s) (Instr. 4)		
				Code	v	(A)	(D)	Date Exercisable	Expiration Date	Title	Amount or Number of Shares				
Options	\$21	10/19/2006		A		7,500		07/01/2007	10/19/2011	Class A Common Stock	7,500	\$0	7,500	D	

Explanation of Responses:

## Jeffrey D. Miller, by power of attorney

10/23/2006

\*\* Signature of Reporting Person Date

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

 $^{\ast}$  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.