## 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).

## STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

**OMB APPROVAL** OMB Number: Estimated average burden hours per response: 0.5

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

Class A Common Stock(1)   04/26/2006   04/	1. Name and Address of Reporting Person*  NIKOLAUS DONALD H						2. Issuer Name and Ticker or Trading Symbol DONEGAL GROUP INC [ DGICA ]								Relationship of Reporting Person(s) to Issuer (Check all applicable)     X Director 10% Owner					
Class A Common Stock(1)	1195 RIV	VER ROAD	(First) (Middle)				· ' ' '								X Officer (give title Other (specify below)  President & CEO					
Class A Common Stock(1)						—   4. I	Line)  X Form filed by One Reporting Person											rson	le	
2. Transaction Date (Month/Day/Year)   2. Transaction (Month/Day/Year)	(City)	(S	tate)	(Zip)											Persor	ı ´				
Date (Month/Day/Year)   Execution Date in fund (Month/Day/Year)   Exec			Tak	ole I - I	Non-Der	ivativ	e Se	curitie	s A	cquire	ed, D	isposed o	f, or Be	neficia	lly Owned					
Code   V   Amount   (A) or   Price   Trainsaction(s)   Trainsact	Date				Date		Execution D  'ear) if any			Transaction Code (Instr.					Securities Beneficiall Owned Fo	у	Form: Direct (D) or Indirect		Indirect Beneficia Ownersh	al hip
Class A Common Stock(1)										Code	v	Amount	(A) or (D)	Price	Transaction(s)				(IIIsti. 4)	
Class A Common Stock(1)  O4/26/2006  J V 22,308 A \$0 89,238 I Family Founds  Class B Common Stock(1)  O4/26/2006  J V 46,191.891 A \$0 185,771.558 D  Class B Common Stock(1)  O4/26/2006  J V 473.467 A \$19,718 198,252.284 D  Class A Common Stock(2)  O5/15/2006  J V 5.891 A \$19.718 1,359.448 I Spouse  Class A Common Stock(2)  O5/15/2006  J V 720.792 A \$19.11 198,973.076 D  Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible security (Instr. 3)  Table II - Derivative Securities Acquired (A) or Derivative Securities (Month/Day/Year)  Security (Instr. 3)  Amount or Amount or Amount or Instruction Date (Instr. 4)  Amount or Amount or Instruction Date (Instr. 4)  Overship Form: Beneficially Ownership Form: Beneficially Ownership Form: Derivative Securities (Instr. 4)  Overship Form: Derivative Securities Derivative Securities (Instr. 4)  Overship Form: Derivative Securities Derivative Securities Derivative Securities (Instr. 4)  Overship Form: Derivative Securities	Class A C	Common St	ock <sup>(1)</sup>		04/26/2006				J	V	49,443.204	A	\$ <mark>0</mark>	197,778	3.817	17 D				
Class B Common Stock(1) 04/26/2006	Class A Common Stock <sup>(1)</sup>			04/26/2006				J	V	338.389	A	\$ <mark>0</mark>	1,353.	557	57 I		Spouse	<u>.</u>		
Class B Common Stock(1)	Class A Common Stock <sup>(1)</sup>			04/26/2006				J	V	22,308	A	\$0	89,2	38	I		Nikolaus Family Foundation			
Class A Common Stock <sup>(2)</sup> Class A Common Stock <sup>(2)</sup> Disposed of Conversion or Exercise (Instr. 3)  Conversion or Exercise (Instr. 3)  Price of Derivative Security (Instr. 3)  A Standard of Security (Instr. 3)  Class A Common Stock <sup>(2)</sup> Disposed of (D) (Instr. 3, 4 and 5)  A Standard of A Standard or Association of Stock of Standard of Conversion or Exercise (Instr. 4)  Amount or Amount or Amount or Amount or Convertible Security (Instr. 4)  Conversion or Exercise (Month/Day/Year)  A Standard of Securities of Securities (Instr. 4)  Disposed of (D) (Instr. 3, 4 and 5)  Amount or Amount or Conversion or Experitation Date (Instr. 4)  Amount or Conversion Security (Instr. 4)  Amount or Conversion Security (Instr. 4)  Amount or Conversion Security (Instr. 4)  Class A Common Stock <sup>(2)</sup> Disposed of Securities Securities (Instr. 4)  Disposed of (D) (Instr. 3, 4 and 5)  Amount or Conversion Security (Instr. 4)  Amount or Conversion Security (Instr. 4)  Amount or Conversion Security (Instr. 4)  Conversion Oate (Month/Day/Year)  Amount or Conversion Security (Instr. 4)  Conversion Oate (Month/Day/Year)  Amount or Conversion Security (Instr. 4)  Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  Amount or Conversion Security (Instr. 4)  Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  Amount or Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  A standard or Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Year)  A standard or Conversion Oate (Month/Day/Year)  Conversion Oate (Month/Day/Ye	Class B C	Common Sto	ock <sup>(1)</sup>		04/26/2006				J	V	46,191.891	A	\$0	185,77	1.558	D				
Class A Common Stock <sup>(2)</sup> Class A Common Stock <sup>(2)</sup> Disposed of the common Stock <sup>(2)</sup> Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)  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)  Shape of the common Stock (a) to the common Stock (b) to the common Stock (c) to the common S	Class B C	Common Sto	ock <sup>(1)</sup>		04/26/2006				J	V	147	A	\$ <mark>0</mark>	589	)	I		Spouse		
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 Secur	Class A C	Common St	ock <sup>(2)</sup>		05/15/2006					J	V	473.467	A	\$19.71	3 198,252	2.284	D			
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)  1. Title of Derivative Security (Instr. 3)  2. Conversion or Exercise Price of Derivative Security Security Security Security Security Security Security (Instr. 3)  2. Title and Amount of Securities Underlying Derivative Security (Instr. 3)  3. Transaction Date (Month/Day/Year)  4. Transaction Code (Instr. 8)  5. Number of Derivative Securities Underlying Derivative Security (Instr. 3 and 4)  8. Price of Derivative Security (Instr. 5)  9. Number of derivative Security (Instr. 5)  Ownership Form: Direct (D) or Indirect (I) (Instr. 4)  (Instr. 4)  Amount or	Class A C	Common St	ock <sup>(2)</sup>		05/15/2006				J	V	5.891	A	\$19.71	3 1,359.	448 I		[	Spouse		
(e.g., puts, calls, warrants, options, convertible securities)  1. Title of Derivative Security (Instr. 3)  1. Title of Derivative Security Securit	Class A C	Common St	ock <sup>(2)</sup>		05/15/2006				J	V	720.792	A	\$19.11	198,973	3.076	.076 D				
1. Title of Derivative Conversion or Exercise (Instr. 3) Perivative Security (Instr. 3)  2. Conversion or Exercise Price of Derivative Security Security (Instr. 3)  3. Transaction Date (Month/Day/Year)  4. Transaction Code (Instr. 8)  5. Number of Execution Date (Month/Day/Year)  6. Date Exercisable and Expiration Date (Month/Day/Year)  6. Date Exercisable and Expiration Date (Month/Day/Year)  7. Title and Amount of Securities Underlying Derivative Security (Instr. 3 and 4)  8. Price of Derivative Security (Instr. 5)  9. Number of derivative Security (Instr. 5)  Ownership Form: Direct (D) or Indirect (I) (Instr. 4)  (Instr. 4)				Table											/ Owned					
or	Derivative Security	ivative Conversion or Exercise (Month/Day/Year) Exect if any (Mont Derivative Execution of Exercise (Month/Day/Year)		Execut if any	eemed 4. tition Date, Trar Cod h/Day/Year) 8)		action	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr.		6. Date Exer Expiration D (Month/Day/		cisable and	of Securities Underlying Derivative Securi		Derivative Security	derivative Securities Beneficially Owned Following Reported Transaction(s)		Owners Form: Direct (I or Indire	nip of Ir Ben O) Owi ct (Ins	Nature ndirect neficial nership str. 4)
Code V (A) (D) Date Expiration Date Title Shares							v	(A)	(D)		isable		Title	or Number of	1					
Options <sup>(1)</sup> \$6.75 04/26/2006 J V 66,667 09/01/2003 04/17/2008 Class A Common Stock 66,667 \$0 266,667 D	Options <sup>(1)</sup>	\$6.75	04/26/2006			J	v	66,667		09/01	1/2003	04/17/2008	Common	66,667	\$0	266,	5,667 D			
Options <sup>(1)</sup> \$10.5 04/26/2006 J V 19,444 01/01/2002 07/19/2006 Calss A Common Stock 19,444 \$0 77,777 D	Options <sup>(1)</sup>	\$10.5	04/26/2006			J	V	19,444		01/01/200		07/19/2006	Common	19,444	\$0	77,	77,777 D			
Options <sup>(1)</sup> \$15.75 04/26/2006 J V 58,333 01/01/2006 07/21/2010 Class A Common Stock 58,333 \$0 233,333 D	Options <sup>(1)</sup>	\$15.75	04/26/2006			J	V	58,333		01/01	1/2006	07/21/2010	Common	58,333	\$0	233,	,333	D		

- 1. Stock Dividend
- 2. Dividend Reinvestment Plan

Donald H. Nikolaus, President & CEO

06/20/2006

\*\* 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.