

VECTOR GROUP LTD  
Form 4  
January 19, 2010

**FORM 4**

UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

OMB APPROVAL

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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 OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
FROST PHILLIP MD ET AL

2. Issuer Name and Ticker or Trading Symbol  
VECTOR GROUP LTD [VGR]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)  
4400 BISCAYNE  
BOULEVARD, SUITE 1500

3. Date of Earliest Transaction (Month/Day/Year)  
01/14/2010

\_\_\_ Director \_\_\_X\_\_\_ 10% Owner  
\_\_\_ Officer (give title below) \_\_\_ Other (specify below)

(Street)  
MIAMI, FL 33137

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)  
\_\_\_ Form filed by One Reporting Person  
\_X\_ Form filed by More than One Reporting 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)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)	
			Code	V Amount (A) or (D) Price				
Common Stock	01/14/2010		X	39,375 (1)	A \$ 16.67 (1)	5,027,104	I	By Frost Gamma Investments Trust (2)
Common Stock	01/15/2010		X	139,125 (1)	A \$ 16.67 (1)	5,166,229	I	By Frost Gamma Investments Trust (2)
Common Stock	01/15/2010		X	78,750 (1)	A \$ 14.29 (1)	5,244,979	I	By Frost Gamma Investments Trust (2)

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Common Stock	01/15/2010	X	42,460 <u>(1)</u>	A	\$ 18.18 <u>(1)</u>	5,287,439	I	By Frost Gamma Investments Trust <u>(2)</u>
Common Stock						10,500	I	By Patricia Frost <u>(3)</u>

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

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SEC 1474  
(9-02)

**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. Transaction Code (Instr. 8)	5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5)	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)
				Code	V (A) (D)	Date Exercisable Expiration Date	Title Amount of Number of Shares
Put (obligation to buy)	\$ 16.67 <u>(1)</u>	01/14/2010		X	375	03/06/2009 01/16/2010	Common Stock 39,375 <u>(1)</u>
Put (obligation to buy)	\$ 16.67 <u>(1)</u>	01/15/2010		X	1,325	03/06/2009 01/16/2010	Common Stock 139,125 <u>(1)</u>
Put (obligation to buy)	\$ 14.29 <u>(1)</u>	01/15/2010		X	750	02/24/2009 01/16/2010	Common Stock 78,750 <u>(1)</u>
Put (obligation to buy)	\$ 18.18 <u>(4)</u>	01/15/2010		X	386	02/24/2009 01/16/2010	Common Stock 42,460 <u>(4)</u>
Put (obligation to buy)	\$ 11.9 <u>(1)</u>	01/16/2010		E	750	01/16/2010 01/16/2010	Common Stock 78,750 <u>(1)</u>

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
FROST PHILLIP MD ET AL 4400 BISCAYNE BOULEVARD SUITE 1500 MIAMI, FL 33137		X		
Frost Gamma Investments Trust 4400 BISCAYNE BOULEVARD SUITE 1500 MIAMI, FL 33137		X		
Frost Nevada Investments Trust 4400 BISCAYNE BOULEVARD SUITE 1500 MIAMI, FL 33137		X		

## Signatures

/s/ Phillip Frost, MD	01/19/2010
**Signature of Reporting Person	Date
Frost Gamma Investments Trust by: /s/ Phillip Frost, MD, Trustee	01/19/2010
**Signature of Reporting Person	Date
Frost Nevada Investments Trust by: /s/ Phillip Frost, MD, Trustee	01/19/2010
**Signature of Reporting Person	Date

## Explanation of Responses:

\* 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).

(1) All share and price information has been adjusted to reflect the 5% stock dividend paid by the Issuer on September 29, 2009.

These securities are held by Frost Gamma Investments Trust, of which Phillip Frost M.D., is the trustee. Frost Gamma L.P. is the sole and exclusive beneficiary of Frost Gamma Investments Trust. Dr. Frost is one of two limited partners of Frost Gamma L.P. The general partner of Frost Gamma L.P. is Frost Gamma, Inc., and the sole shareholder of Frost Gamma, Inc. is Frost-Nevada Corporation. Dr. Frost is also the sole shareholder of Frost-Nevada Corporation. The reporting person disclaims beneficial ownership of these securities, except to the extent of any pecuniary interest therein and this report shall not be deemed an admission that the reporting person is the beneficial owner of these securities for purposes of Section 16 or for any other purpose.

(3) These securities are held by Patricia Frost, Dr. Frost's spouse. Pursuant to Rule 16a-1(a)(4), the Reporting Person disclaims beneficial ownership of these shares.

(4) All share and price information has been adjusted to reflect the 5% stock dividends paid by the Issuer on September 29, 2008 and September 29, 2009.

(5) Reflects cash in lieu payment of \$0.25 per contract received due to 5% stock dividend paid by Issuer on September 29, 2008.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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