

GRANT WILLIAM B
Form 4
January 11, 2006

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 *
GRANT WILLIAM B

2. Issuer Name and Ticker or Trading Symbol
FIRST UNITED CORP/MD/
[FUNC]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

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

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

Chief Executive Officer

19 SOUTH SECOND STREET, P.O.
BOX 9

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

6. Individual or Joint/Group Filing(Check Applicable Line)

Form filed by One Reporting Person
 Form filed by More than One Reporting Person

(Street)

OAKLAND, MD 215500009

(City) (State) (Zip)

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) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|---|
| Common Stock | 10/03/2005 | | I | V Amount (D) Price \$ 179.71 D 19.56 | 2,424.88 ⁽¹⁾ | I | By 401(k) |
| Common Stock | | | | | 5,904.38 ⁽²⁾ ⁽³⁾ | D | |
| Common Stock | | | | | 5 ⁽⁴⁾ | I | As UTMA Custodian for Daughter |
| Common Stock | | | | | 191.55 ⁽⁵⁾ ⁽⁶⁾ | I | As UTMA Custodian for Son |

| | | | |
|--------------|------------------------------|---|--|
| Common Stock | 177.97 <u>(7)</u> <u>(8)</u> | I | By Spouse as UTMA custodian for daughter |
| Common Stock | 331.32 <u>(9)</u> | I | By Spouse/IRA |

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

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(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) | 8. Price of Derivative Security (Instr. 5) | 9. Number of Derivative Securities Owned Beneficially (Instr. 5) |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|--|--|
| | | | | | | Date Exercisable | Expiration Date | Title | Amount or Number of Shares |
| | | | | Code | V (A) (D) | | | | |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|--|---------------|-----------|-------------------------|-------|
| | Director | 10% Owner | Officer | Other |
| GRANT WILLIAM B 19 SOUTH SECOND STREET P.O. BOX 9 OAKLAND, MD 215500009 | X | | Chief Executive Officer | |

Signatures

By: /s/ William B. Grant 01/11/2006

 **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) Amount includes 41.40 shares acquired pursuant to the First United Corporation dividend reinvestment plan.
- (2) Amount includes 5,214.50 shares previously reported as owned indirectly by the reporting person's spouse. These shares are owned jointly by the reporting person and his spouse and have, therefore, been consolidated with the reporting person's other direct holdings.
- (3) Amount includes 393.77 shares acquired pursuant to the First United Corporation dividend reinvestment plan.
- (4) These shares were previously reported as owned indirectly by the reporting person's daughter, but they are actually held by the reporting person as UTMA custodian for his daughter.
- (5) These shares were previously reported as owned indirectly by the reporting person's son, but they are actually held by the reporting person as UTMA custodian for his son.
- (6) Amount includes 12.78 shares acquired pursuant to the First United Corporation dividend reinvestment plan.
- (7) These shares were previously reported as owned indirectly by the reporting person's spouse/daughter, but they are actually held by the reporting person's spouse as UTMA custodian for the daughter.
- (8) Amount includes 11.88 shares acquired pursuant to the First United Corporation dividend reinvestment plan.
- (9) Amount includes 21.99 shares acquired pursuant to the First United Corporation dividend reinvestment plan.

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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