

COLONIAL BANGROUP INC
 Form 4
 February 28, 2007

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 *
 COPE CARYN D

2. Issuer Name and Ticker or Trading Symbol
 COLONIAL BANGROUP INC [CNB]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)
 2508 GUNSTER ROAD
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)
 02/26/2007

____ Director _____ 10% Owner
 Officer (give title below) _____ Other (specify below)
 Chief Credit Officer

MONTGOMERY, AL 36111

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

(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)
			Code	V	Amount	(A) or (D)	Price
Common Stock	02/26/2007		M		15,000	A	\$ 11.5313
Common Stock	02/26/2007		M		20,000	A	\$ 10.5
Common Stock	02/26/2007		M		4,000	A	\$ 12.54
Common Stock	02/26/2007		M		5,000	A	\$ 14.81
Common Stock	02/26/2007		M		9,260	A	\$ 11.75

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Common Stock	02/26/2007		J ⁽⁸⁾	V	284	A	\$ 25.6 ⁽⁹⁾	141,727	D
Preferred Securities, Colonial Capital Trust IV								600	D

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 Underlying Security (Instr. 3 and 4)	
				Code	V (A) (D)	Date Exercisable	Expiration Date	Title
Incentive Stock Option (right to buy)	\$ 11.5313	02/26/2007		M	15,000	12/30/1999	12/30/2008	Common Stock
Incentive Stock Option (right to buy)	\$ 10.5	02/26/2007		M	20,000	12/30/2000	12/30/2009	Common Stock
Incentive Stock Option (right to buy)	\$ 12.54	02/26/2007		M	4,000	06/18/2001	06/18/2011	Common Stock
Incentive Stock Option (right to buy)	\$ 14.81	02/26/2007		M	5,000	12/28/2002	12/28/2011	Common Stock
Incentive Stock Option (right to buy)	\$ 11.75	02/26/2007		M	9,260	12/30/2004 ⁽¹⁾	12/30/2012	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 11.75					12/30/2003	12/30/2012	Common Stock
	\$ 17.28					12/23/2004 ⁽²⁾	12/23/2013	

Incentive Stock Option (right to buy)				Common Stock
Non-Qualified Stock Option (right to buy)	\$ 17.28	12/23/2004	12/23/2013	Common Stock
Incentive Stock Option (right to buy)	\$ 21.45	12/28/2005 ⁽³⁾	12/28/2014	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 21.45	12/28/2005 ⁽⁴⁾	12/28/2014	Common Stock
Incentive Stock Option (right to buy)	\$ 25.4	04/18/2007 ⁽⁵⁾	04/18/2016	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 25.4	04/18/2007 ⁽⁶⁾	04/18/2016	Common Stock
Non-Qualified Stock Option (right to buy)	\$ 25.81	01/16/2008 ⁽⁷⁾	01/16/2017	Common Stock

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
COPE CARYN D 2508 GUNSTER ROAD MONTGOMERY, AL 36111			Chief Credit Officer	

Signatures

/s/ Caryn D.
Cope

02/28/2007

**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) 2,860 options vest on 12/30/2004. The remaining option vest in three equal installments, annually, on 12/30/2005, 12/30/2006, and 12/30/2007.
 - (2) 534 options vest on year from the date of grant. The remaining 8,000 options vest in four equal installments, annually, on 12/23/2005, 12/23/2006, 12/23/2007, and 12/23/2008.
 - (3) 588 option vest on 12/28/2005 and 12/28/2006. 1,284 options vest on 12/28/2007. The remaining 4,000 options vest in two equal installments, annually, on 12/28/2008 and 12/28/2009.

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- (4) 1,412 options vest on 12/28/2005 and 12/28/2006. 716 options vest on 12/28/2007.
4 options vest one year from the date of grant. 887 options vest on the second anniversary of the grant date. 2,248 options vest on the third anniversary of the grant date. The remaining 7,874 options vest in equal installments, annually, beginning on the fourth anniversary of the grant date.
- (5) 7,272 options vest on the first anniversary of the grant date. 6,389 options vest on the second anniversary of the grant date. 5,028 options vest on the third anniversary of the grant date. The remaining 6,678 options vest in two equal installments, annually, beginning on the fourth anniversary of the grant date.
- (6) Options vest in 5 equal installments, 20% annually beginning one year from the date of grant. (0% vested)
- (7) Shares issued through the Colonial BancGroup, Inc. 401K Retirement Plan.
- (8) Average purchase price of 401K shares issued throughout the year.

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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