| NATIONAL SECURITY GROUP Form 8-K September 01, 2006 SECURITIES AND EXCHANGE COM | | |
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| WASHINGTON, D.C. 20549 | | |
| FORM 8-K | | |
| CURRENT REPORT | | |
| PURSUANT TO SECTION 13 OR 15(d) | OF THE SECURITIES | |
| EXCHANGE ACT OF 1934 | | |
| Date of Report (Date of earliest event rep | oorted): <u>August 31, 2006</u> | |
| THE NATIONAL SECURITY GROUP, | INC. | |
| (Exact name of registrant as specified in its | charter) | |
| | | |
| Delaware (State or other jurisdiction of incorporation) | 0-18649 (Commission File Number) | 63-1020300 (IRS Employer Identification No.) |
| 661 East Davis Street Elba, Alabama 36323 (Address of principal executive offices) | | 36323 (Zip Code) |
| Registrant s telephone number, including a | area code: (334) 897-2273 | |
| N/A (Former name or former address, if changed | d since last report) | |
| Check the appropriate box below if the Form 8-K provisions: | If filing is intended to simultaneously satisfy the satisfy satisfy the filing is satisfy the filing is satisfy the satisfy satisfy the filing is satisfy the satisfy satisfy the satisfy satisfy the satisfy satisfy the satisfy satisfy satisfy the satisfy satisfy satisfy satisfy satisfy satisfy satisfy the satisfy sati | ing obligation of the registrant under any of the following |

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

| o | Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12) |
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| | |
| O | Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b)) |
| 0 | Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c)) |
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Item 8.01. Other Events

On December 12, 2005, the Company filed under Item 8.01 to inform interested parties that the United States District court for the Middle District of Alabama (the Court) entered an order preliminarily approving a proposed settlement of a case pending against a subsidiary of The National Security Group, Inc. (the Company) styledary W. Williams, et al v. National Security Insurance Company (Williams Litigation) and preliminarily certifying such case as a class action. The proposed settlement was subject to final approval by the Court following a fairness hearing. On August 31, 2006, the Company received notification that final approval has been issued by the Court. There are no material changes to report in this long standing litigation other than the receipt of final approval by the court. Now that final approval has been received, the Company will begin the final stage of the settlement administration process which is expected to be completed by the end of the year 2006.

SIGNATURE

Dated: September 1, 2005

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

The National Security Group, Inc.

By: /s/ Brian R. McLeod Brian R. McLeod

Chief Financial Officer

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