

COCKERHAM GREGORY C  
Form 4  
December 22, 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 \*  
COCKERHAM GREGORY C

2. Issuer Name and Ticker or Trading Symbol  
TRI COUNTY FINANCIAL CORP  
/MD/ [TCFC.OB]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)  
3035 LEONARDTOWN ROAD  
(Street)

3. Date of Earliest Transaction  
(Month/Day/Year)  
12/20/2006

\_\_\_\_ Director  
 Officer (give title below)  
\_\_\_\_ 10% Owner  
\_\_\_\_ Other (specify below)  
Exec. V.P. & Chief Lending Off

WALDORF, MD 20601

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 (D) Price			
Common Stock	12/20/2006		M	4,165 A \$ 7.2	33,606 <sup>(1)</sup>	D	
Common Stock					23,698 <sup>(1)</sup>	I	By ESOP
Common Stock					1,755 <sup>(1)</sup>	I	By IRA

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

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SEC 1474  
(9-02)

number.

**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. Amount or Number of Shares
Stock Option (Right to Buy)	\$ 7.2 <sup>(2)</sup>	12/20/2006		M	4,165	12/31/1998 12/31/2008	Common Stock	4,165
Stock Option (Right to Buy)	\$ 7.88 <sup>(2)</sup>					12/31/1999 12/31/2009	Common Stock	715
Stock Option (Right to Buy)	\$ 7.88 <sup>(2)</sup>					12/31/1999 12/31/2009	Common Stock	2,659
Stock Option (Right to Buy)	\$ 7.91 <sup>(2)</sup>					12/31/2000 12/31/2010	Common Stock	3,399
Stock Option (Right to Buy)	\$ 7.85 <sup>(2)</sup>					12/31/2001 12/31/2011	Common Stock	6,750
Stock Option (Right to Buy)	\$ 11.56 <sup>(2)</sup>					12/31/2002 12/31/2012	Common Stock	3,037
Stock Option (Right to Buy)	\$ 12.74 <sup>(2)</sup>					02/04/2004 12/31/2013	Common Stock	7,600
Stock Option (right to Buy)	\$ 15.89 <sup>(2)</sup>					12/27/2004 12/27/2014	Common Stock	10,728

buy)

Stock

Option \$ 22.29

(Right to (2)

Buy)

12/19/2005 12/19/2015 Common Stock 5,476

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
COCKERHAM GREGORY C 3035 LEONARDTOWN ROAD WALDORF, MD 20601			Exec. V.P. & Chief Lending Off	

## Signatures

/s/ Cockerham,

Gregory C.

12/21/2006

\*\*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) The number of shares have been adjusted to reflect the three-for-two stock split of the Company's common stock on November 27, 2006.
- (2) The exercise price and share amount have been adjusted to reflect the three-for-two stock split of the Company's common stock on November 27, 2006.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.