WILLIAM C ADAIR JR TRUST

Form 5

January 18, 2006

FORM 5

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

Washington, D.C. 20549

Number:
Expires:

no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction

Check this box if

ANNUAL STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Estimated average burden hours per response...

3235-0362

January 31,

2005

1.0

Form 3 Holdings Section 17(a) of the Public Utility Holding Company Act of 1935 or Section Reported 30(h) of the Investment Company Act of 1940

Form 4 Transactions Reported

1. Name and Address of Reporting Person * 2. Issuer Name and Ticker or Trading 5. Relationship of Reporting Person(s) to Issuer ADAIR TAMMY R Symbol DIRECT GENERAL CORP [DRCT] (Check all applicable) (Last) (First) (Middle) 3. Statement for Issuer's Fiscal Year Ended (Month/Day/Year) Director _X__ 10% Owner 12/31/2005 _X__ Officer (give title Other (specify below) below) 1281 MURFREESBORO ROAD President (Street) 4. If Amendment, Date Original 6. Individual or Joint/Group Reporting Filed(Month/Day/Year) (check applicable line)

NASHVILLE, TNÂ 37217

(State)

(Zin)

(City)

___ Form Filed by One Reporting Person _X_ Form Filed by More than One Reporting Person

(City)	(State)	(Zip) Tab	ole I - Non-De	rivative Secu	urities	Acqui	red, Disposed o	of, or Benefici	ally 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. Securitie (A) or Disp (Instr. 3, 4)	osed o	of (D)	5. Amount of Securities Beneficially Owned at end of Issuer's	or Indirect	7. Nature of Indirect Beneficial Ownership (Instr. 4)
				Amount	(A) or (D)	Price	Fiscal Year (Instr. 3 and 4)	(I) (Instr. 4)	
Common Stock	10/25/2005	Â	G <u>(1)</u>	168,677	A	\$0	304,257	D	Â
Common Stock	10/28/2005	Â	G	22,000	D	\$0	282,257	D	Â
Common Stock	10/25/2005	Â	G <u>(1)</u>	168,677	D	\$0	231,323	I	By Limited Partnership
Common Stock	Â	Â	Â	Â	Â	Â	4,323,149	I	By Trust (2)

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

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SEC 2270 (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)	4. Transaction Code (Instr. 8)	de of		fumber Expiration Date f (Month/Day/Year) derivative ecurities ccquired A) or disposed f (D)		e and int of clying ities 3 and 4)	8. Price of Derivative Security (Instr. 5)	
				4, and 5) (A) (D)	Date Exercisable	Expiration Date		Amount or Number of Shares		

Reporting Owners

Reporting Owner Name / Address		Relationships						
		10% Owner	Officer	Othe				
ADAIR TAMMY R 1281 MURFREESBORO ROAD NASHVILLE, TN 37217	Â	ÂX	President	Â				
WILLIAM C ADAIR JR TRUST 2813 BUSINESS PARK DRIVE, BUILDING I MEMPHIS, TN 38118	Â	ÂX	Â	Â				

Signatures

/s/ Tammy R.
Adair

**Signature of Reporting Person

O1/18/2006

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).
- Transfer of 168,508 shares to reporting person and 169 shares to Jacqueline Adair from TA Investments, LP, a limited partnership of which the reporting person is a general partner and of which the reporting person and a grantor retained annuity trust are limited partners
- (1) and transfer of 169 shares to reporting person from WA Investments, LP, a limited partnership of which the reporting person is a general partner. The reporting person disclaims beneficial ownership of shares held by TA Investments, LP and WA Investments, LP except to the extent of her pecuniary interest therein.
- (2) These shares are owned directly by the William C. Adair, Jr. Trust, a ten percent owner of the issuer, and indirectly by Tammy R. Adair, as trustee of the trust.

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

Reporting Owners 2

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