

Andreev Alexei A  
Form 4  
October 31, 2007

**FORM 4**

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

OMB APPROVAL

OMB Number: 3235-0287  
Expires: January 31, 2005  
Estimated average burden hours per response... 0.5

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**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 \*  
Andreev Alexei A

2. Issuer Name and Ticker or Trading Symbol  
HARRIS & HARRIS GROUP INC  
/NY/ [TINY]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)  
111 WEST 57TH STREET, SUITE 1100  
(Street)

3. Date of Earliest Transaction (Month/Day/Year)  
10/30/2007

\_\_\_\_ Director \_\_\_\_\_ 10% Owner  
 Officer (give title below) \_\_\_\_\_ Other (specify below)  
Executive Vice President

NEW YORK, NY 10019

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 Ownership (Instr. 4)
				Code V Amount (A) or (D) Price			
Common Stock	10/30/2007		M	5,400 A \$ 10.11	15,575	D	
Common Stock	10/30/2007		S <sup>(1)</sup>	300 D \$ 10.39	15,275	D	
Common Stock	10/30/2007		S <sup>(1)</sup>	300 D \$ 10.41	14,975	D	
Common Stock	10/30/2007		S <sup>(1)</sup>	100 D \$ 10.46	14,875	D	
Common Stock	10/30/2007		S <sup>(1)</sup>	200 D \$ 10.47	14,675	D	

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Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	100	D	\$ 10.48	14,575	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	100	D	\$ 10.5	14,475	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	28	D	\$ 10.51	14,447	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	400	D	\$ 10.53	14,047	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	72	D	\$ 10.54	13,975	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	300	D	\$ 10.57	13,675	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	100	D	\$ 10.59	13,575	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	500	D	\$ 10.6	13,075	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	1,100	D	\$ 10.62	11,975	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	400	D	\$ 10.63	11,575	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	200	D	\$ 10.64	11,375	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	500	D	\$ 10.65	10,875	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	500	D	\$ 10.66	10,375	D
Common Stock	10/30/2007	<u>S<sup>(1)</sup></u>	200	D	\$ 10.67	10,175	D
Common Stock	10/30/2007	M	69	A	\$ 10.11	10,244	D

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

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SEC 1474  
(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	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	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Amount of Underlying Securities (Instr. 3 and 4)
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Derivative Security			Code	(A) or Disposed of (D) (Instr. 3, 4, and 5)		Date Exercisable	Expiration Date	Title	Amount or Number of Shares
				V	(A)				
Employee Stock Option (Right to Buy)	\$ 10.11	10/30/2007	M		5,400	06/26/2007	06/26/2008	Common Stock	5,400
Employee Stock Option (Right to Buy)	\$ 10.11	10/30/2007	M		69	06/26/2007	06/26/2008	Common Stock	69

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Andreev Alexei A 111 WEST 57TH STREET SUITE 1100 NEW YORK, NY 10019			Executive Vice President	

## Signatures

/s/ Jackie Matthews by Power of Attorney  
 10/31/2007  
 \*\*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) The sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on March 22, 2007.
- (2) 67,853 options vested on 6/26/2007 and 95,000 options will vest on 12/26/2007.
- (3) 67,784 options vested on 6/26/2007 and 95,000 options will vest on 12/26/2007.

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