

SUMMIT FINANCIAL GROUP INC  
 Form 4  
 April 10, 2006

**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

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 \*  
 MADDY H CHARLES III

2. Issuer Name and Ticker or Trading Symbol  
 SUMMIT FINANCIAL GROUP INC [SMMF]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)  
 300 NORTH MAIN STREET  
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)  
 04/10/2006

Director  10% Owner  
 Officer (give title below)  Other (specify below)  
 President & CEO

MOOREFIELD, WV 26836

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) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|---|
| Common Stock                    |                                      |  |                                | (A) or (D) Price  | 6,032   | D  |   |
| Common Stock                    |                                      |  |                                | (A) or (D) Price  | 1,172   | I  | By Wife   |
| Common Stock                    | 04/10/2006 <sup>(3)</sup>            |  | J <sup>(4)</sup>               | 390 A \$ 0  | 18,144  | I  | By ESOP   |

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

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control

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) |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|
|  |  |                                      |  | Code V                         | (A) (D)   | Date Exercisable Expiration Date                         | Title Amount or Number of Shares                              |
| Employee Stock Option (Right to Buy)       | \$ 5.21  |                                      |  |                                |   | 02/26/1999 <sup>(1)</sup> 02/26/2013 <sup>(2)</sup>      | Common Stock 16,000   |
| Employee Stock Option (Right to Buy)       | \$ 4.63  |                                      |  |                                |   | 02/25/2000 <sup>(1)</sup> 02/25/2014 <sup>(2)</sup>      | Common Stock 8,000  |
| Employee Stock Option (Right to Buy)       | \$ 5.95  |                                      |  |                                |   | 10/26/2002 <sup>(1)</sup> 10/26/2016 <sup>(2)</sup>      | Common Stock 6,000  |
| Employee Stock Option (Right to Buy)       | \$ 9.49  |                                      |  |                                |   | 12/06/2003 <sup>(1)</sup> 12/06/2017 <sup>(2)</sup>      | Common Stock 7,000  |
| Employee Stock Option (Right to Buy)       | \$ 17.79   |                                      |  |                                |   | 12/12/2004 <sup>(1)</sup> 12/12/2018 <sup>(2)</sup>      | Common Stock 12,000   |
| Employee Stock Option (Right to Buy)       | \$ 25.93   |                                      |  |                                |   | 12/06/2005 12/07/2019 <sup>(2)</sup>                     | Common Stock 12,000   |

|  |          |            |            |                 |        |
|--|----------|------------|------------|-----------------|--------|
| Employee<br>Stock<br>Option<br>(Right to<br>Buy) | \$ 24.44 | 12/06/2005 | 12/06/2015 | Common<br>Stock | 15,000 |
|--|----------|------------|------------|-----------------|--------|

## Reporting Owners

| Reporting Owner Name / Address                                       | Relationships |           |                 |       |
|--|---------------|-----------|-----------------|-------|
|  | Director      | 10% Owner | Officer         | Other |
| MADDY H CHARLES III<br>300 NORTH MAIN STREET<br>MOOREFIELD, WV 26836 | X             |           | President & CEO |       |

## Signatures

|  |                     |
|--|---------------------|
| Teresa D. Sherman Lmted POA,<br>Attorney-in-Fact | 04/10/2006          |
| <small>**Signature of Reporting Person</small>   | <small>Date</small> |

## 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) Option Vests in 5 equal annual installments with beginning dated indicated.
- (2) Option expires in 5 equal annual installments with the final date indicated.
- (3) The information reported herein is based on a plan statement dated 12/31/05 received in April 2006.
- (4) Acquired through employer contributions to Summit Financial Group, Inc. Employee Stock Ownership Plan in reliance on old rule 16-a8(g)(3).

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.