

| Check this box if no |
|------------------------|
| longer |
| subject to Section 16. |
| Form 4 or |
| Form 5 obligations may |
| continue. |
| See Instruction 1(b). |
| |

(Print or Type Responses)

UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, DC 20549

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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(f) of the Investment Company Act of 1940

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| 1. Name and Address of Reporting Person* | 2. Issuer Name and T | icker or T | radin | g Symbol | | Relationship of Reporting Person(s) to Issuer (Check all applicable) | | | | | |
|--|---|---|------------------------------------|------------------------|---|--|---|----------------------------|-----------------------|--|--|
| | Harris & Harris Group | , Inc. (TIN | Y) | | | X | Director | 1 | 10% Owner | | |
| Browne G. Morgan | | | | | | | Officer (give title below) | C | Other (specify below) | | |
| | | | | | | | | | | | |
| (Last) (First) (Middle) One Rockefeller Plaza, Suite 1430 | 3. I.R.S. Identification of Reporting Person, i entity | | atement for th/Year July 200 | 2 | 7. Individual or Joint/Group Filing (Check Applicable Line) | | | | | | |
| | (voluntary) | 5. If Amendment, Date of Original (Month/Year) | | | X | Form filed by One Reporting Person | | | | | |
| (Street) New York, NY 10020 | | | | | | | Form filed by More thar | n One Reporting Person | | | |
| (City) (State) (Zip) | Table I ¾Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned | | | | | | | | | | |
| 1. Title of Security (Instr. 3) | 2. Transaction Date 3 (Month/Day/Year) | | | sed of (D) 4 and 5) | . , | 5. Amount of Securities Beneficially Owned at End of Month | rities Ownership neficially Owned Form: Direct d of Month (D) or | | | | |
| | | Code | v | Amount | (A) or (D) | Price | (Instr. 3 and 4) | Indirect (I) (Instr. 4) |) (Instr. 4) | | |
| Common Stock | 7/9/02 | X | V | 8,543 | A | \$2.25 | 34,172 | D | | | |
| | | | | | | | | | | | |

| FORM 4 (c | continued) | Table II `Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities) | | | | | | | | | | | | |
|---|----------------|---|-------------------|---|-----|-------|--|--------------------|-----------------|--------------|--------------------------------------|---|---|-------------------------------------|
| Derivative | or Exercise | 3. Transaction Date (Month/Day/Year) | Code (Instr.8) | | _ | | 6. Date Exercisable and Expiration Date (Month/Day/Year) | | 7. Title and | | Derivative Security (Instr. 5) | | 10. Ownership Form of Derivative Securities Beneficially Owned at End of Month (Instr. 4) | Indirect Beneficial Ownership |
| | | | Code | v | (A) | (D) | Date Exercisable | Expiration Date | Title | of Shares | | | | |
| Subscription Rights (Right to Buy) | \$2.25 | 7/9/02 | x | V | | 8,543 | IMMED. | 7/26/02 | Common Stock | 8,543 | | 0 | D | |

Explanation of Responses:

**Signature of Reporting Person

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

* 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.

See18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

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