

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

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

OMB Number: 3235-0287

Expires: January 31, 2005

Estimated average burden hours per response... 0.5

1. Name and Address of Reporting Person *
TOLL ROBERT I

2. Issuer Name **and** Ticker or Trading Symbol
TOLL BROTHERS INC [TOL]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

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

 X Director X 10% Owner
 X Officer (give title _____ Other (specify
below) below)

Chief Executive Officer

250 GIBRALTAR ROAD

(Street)

4. If Amendment, Date Original
Filed(Month/Day/Year)

6. Individual or Joint/Group Filing (Check
Applicable Line)
 X Form filed by One Reporting Person
___ Form filed by More than One Reporting
Person

HORSHAM, PA 19044

(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	(A) or (D)	Price			
Common Stock	06/28/2006		M		185,000	A	\$ 4.9375	14,216,229	D	
Common Stock								2,586	I	401(k) Plan
Common Stock								725,640	I	By GRAT-Expires October, 2006
Common Stock								500,000	I	By GRAT-Expires October, 2007
								1,000,000	I	

Edgar Filing: TOLL ROBERT I - Form 4

Common
Stock

By
GRAT-Expires
September,
2007

Common
Stock

2,790,714 I

Entities wholly
owned by
reporting
person

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
number.**

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 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 Number Shares
Phantom Stock	\$ 0							10/22/2004	10/22/2004	Common Stock	44,97
Phantom Stock	\$ 0							12/12/2004	12/12/2004	Common Stock	471,0
Stock Options (Right to buy)	\$ 4.375							12/20/1999	12/20/2009	Common Stock	3,000,0
Stock Options (Right to buy)	\$ 4.875							03/14/1997	03/14/2007	Common Stock	170,0
Stock Options (Right to buy)	\$ 5.5782							12/30/1998	12/30/2008	Common Stock	190,0
Stock Options (Right to buy)	\$ 5.7188							12/20/1999	12/20/2008	Common Stock	1,000,0

Edgar Filing: TOLL ROBERT I - Form 4

Stock Options (Right to buy)	\$ 5.7657					11/03/1998	11/03/2007	Common Stock	200,000
Stock Options (Right to buy)	\$ 6					11/02/1999	11/02/2008	Common Stock	200,000
Stock Options (Right to buy)	\$ 6.8594					12/30/1997	12/30/2007	Common Stock	960,000
Stock Options (Right to buy)	\$ 7.375					03/13/1998	03/13/2008	Common Stock	250,000
Stock Options (Right to buy)	\$ 9.6563					12/20/2001	12/20/2010	Common Stock	1,000,000
Stock Options (Right to buy)	\$ 10.525					12/20/2003	12/20/2012	Common Stock	500,000
Stock Options (Right to buy)	\$ 10.88					12/20/2002	12/20/2011	Common Stock	1,000,000
Stock Options (Right to buy)	\$ 20.135					12/20/2004	12/20/2013	Common Stock	500,000
Stock Options (Right to buy)	\$ 32.55					12/20/2005	12/20/2014	Common Stock	500,000
Stock Options (Right to buy)	\$ 35.97					12/20/2006	12/20/2015	Common Stock	250,000
Stock Options (Right to buy)	\$ 4.9375	06/28/2006		M	185,000	12/30/1996	12/30/2006	Common Stock	185,000

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
TOLL ROBERT I 250 GIBRALTAR ROAD HORSHAM, PA 19044	X	X	Chief Executive Officer	

Signatures

Kathryn G.
Flanagan, Attorney-in-Fact 06/28/2006

__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 exercisable date and expiration date of the remaining balance is 10/22/2006.
- (2) The exercisable date and the expiration date of the remaining balance is 12/16/2006.

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.