

CULLEN FROST BANKERS INC  
 Form 4  
 February 17, 2006

**FORM 4**

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

OMB APPROVAL

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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 \*  
**FROST PATRICK B**

2. Issuer Name and Ticker or Trading Symbol  
**CULLEN FROST BANKERS INC [CFR]**

5. Relationship of Reporting Person(s) to Issuer  
 (Check all applicable)

(Last) (First) (Middle)  
**100 WEST HOUSTON STREET**  
 (Street)

3. Date of Earliest Transaction (Month/Day/Year)  
**02/14/2006**

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

**SAN ANTONIO, TX 78205**

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)
			Code	V	Amount	(A) or (D)	Price
Common Stock, \$0.01 par value	02/14/2006		M		34,000	A	\$ 15.13
Common Stock, \$0.01 par value	02/14/2006		D		9,454	D	\$ 54.41
Common Stock, \$0.01 par value	02/14/2006		M		40,000	A	\$ 33.31

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Common Stock, \$0.01 par value	02/14/2006	D	24,485	D	\$ 54.41	171,332	D	
Common Stock, \$0.01 par value	02/14/2006	G	5	D	\$ 0	171,327	D	
Common Stock, \$0.01 par value	02/14/2006	G	5	A	\$ 0	3,855	I	Trustee for Children
Common Stock, \$0.01 par value						630	I <sup>(1)</sup>	By Spouse
Common Stock, \$0.01 par value						43,582 <sup>(2)</sup>	I	Through Trust
Common Stock, \$0.01 par value						17.69 <sup>(3)</sup>	I	Through Limited Partnership
Common Stock, \$0.01 par value						18,544	I	Through 401(k) Plan

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.**

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(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 or Number

								of Shares
Stock Option (right to buy)	\$ 15.13	02/14/2006	M	34,000	10/04/2001	10/04/2006	Common Stock	34,000
Stock Option (right to buy)	\$ 33.31	02/14/2006	M	40,000	10/31/2003	10/31/2006	Common Stock	40,000

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
FROST PATRICK B 100 WEST HOUSTON STREET SAN ANTONIO, TX 78205			X	

## Signatures

/s/ Patrick B. Frost  
02/17/2006

\*\*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) Mr. Frost disclaims beneficial ownership of these shares.
- Reflects limited partnership ("LP") interests held by a trust of which Mr. Frost is the trustee. The number of shares reported assumes that
- (2) each LP interest represents a proportionate interest in the shares of common stock in which the LP has a pecuniary interest. Mr. Frost disclaims whether each LP interest represents a proportionate interest in shares of common stock in which the LP has a pecuniary interest.
- The number of shares reported assumes each limited liability company ("LLC") interest represents a proportionate interest in the shares of
- (3) common stock in which the limited liability company has a pecuniary interest. Mr. Frost disclaims whether each LLC interest represents a proportionate interest in shares of common stock in which the LLC has a pecuniary interest.

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.