

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| OMB APPROVAL | |
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|--------------------------------------------------------------------|---------|----------|-------------------------------------------------------------------------------------|--|--|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|
| 1. Name and Address of Reporting Person* <u>Retaliata Peter</u> | | | 2. Issuer Name and Ticker or Trading Symbol <u>AIR INDUSTRIES GROUP [AIRI]</u> | | | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner <input checked="" type="checkbox"/> Officer (give title below) Other (specify below) President and CEO | | |
| (Last) | (First) | (Middle) | 3. Date of Earliest Transaction (Month/Day/Year) <u>09/16/2013</u> | | | 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> Form filed by More than One Reporting Person | | |
| <u>1479 NORTH CLINTON AVENUE</u> | | | 4. If Amendment, Date of Original Filed (Month/Day/Year) | | | | | |
| (Street) <u>BAY SHORE NY 11706</u> | | | | | | | | |
| (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 | | | |
| <u>Common Stock</u> | | | | | | | | <u>2,545</u> | <u>D</u> | |

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 Securities Underlying Derivative Security (Instr. 3 and 4) | 8. Price of Derivative Security (Instr. 5) | 9. Number of derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4) | 10. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) | |
|--------------------------------------------------------|--------------------------------------------------------|--------------------------------------|----------------------------------------------------|--------------------------------|---|----------------------------------------------------------------------------------------|-----|----------------------------------------------------------|-------------------|-----------------------------------------------------------------------------------|--------------------------------------------|----------------------------------------------------------------------------------------------------|-----------------------------------------------------------|--------------------------------------------------------|-------|
| | | | | Code | V | (A) | (D) | Date Exercisable | Expiration Date | | | | | | Title |
| <u>Stock Options (right to purchase)⁽¹⁾</u> | <u>\$6.6</u> | <u>09/16/2013</u> | | <u>A</u> | | <u>18,750</u> | | <u>09/01/2014</u> | <u>08/31/2020</u> | <u>Common Stock</u> | <u>18,750</u> | <u>\$0</u> | <u>110,966</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽¹⁾</u> | <u>\$6.6</u> | <u>09/16/2013</u> | | <u>A</u> | | <u>18,750</u> | | <u>09/01/2015</u> | <u>08/31/2020</u> | <u>Common Stock</u> | <u>18,750</u> | <u>\$0</u> | <u>110,966</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽¹⁾</u> | <u>\$6.6</u> | <u>09/16/2013</u> | | <u>A</u> | | <u>18,750</u> | | <u>09/01/2016</u> | <u>08/31/2020</u> | <u>Common Stock</u> | <u>18,750</u> | <u>\$0</u> | <u>110,966</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽²⁾</u> | <u>\$4.5</u> | <u>07/29/2010</u> | | <u>A</u> | | <u>51,716</u> | | <u>07/29/2010</u> | <u>07/29/2015</u> | <u>Common Stock</u> | <u>51,716</u> | <u>\$0</u> | <u>54,716</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽³⁾</u> | <u>\$90</u> | <u>04/11/2008</u> | | <u>A</u> | | <u>1,500</u> | | <u>09/16/2008</u> | <u>09/26/2015</u> | <u>Common Stock</u> | <u>1,500</u> | <u>\$0</u> | <u>3,000</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽³⁾</u> | <u>\$88</u> | <u>09/26/2005</u> | | <u>A</u> | | <u>375</u> | | <u>09/26/2005</u> | <u>09/26/2015</u> | <u>Common Stock</u> | <u>375</u> | <u>\$0</u> | <u>1,500</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽³⁾</u> | <u>\$171.2</u> | <u>09/26/2005</u> | | <u>A</u> | | <u>375</u> | | <u>09/26/2006</u> | <u>09/26/2015</u> | <u>Common Stock</u> | <u>375</u> | <u>\$0</u> | <u>1,500</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽³⁾</u> | <u>\$190.8</u> | <u>09/26/2005</u> | | <u>A</u> | | <u>375</u> | | <u>09/26/2007</u> | <u>09/26/2015</u> | <u>Common Stock</u> | <u>375</u> | <u>\$0</u> | <u>1,500</u> | <u>D</u> | |
| <u>Stock Options (right to purchase)⁽³⁾</u> | <u>\$114</u> | <u>09/26/2005</u> | | <u>A</u> | | <u>375</u> | | <u>09/16/2007</u> | <u>09/26/2015</u> | <u>Common Stock</u> | <u>375</u> | <u>\$0</u> | <u>1,500</u> | <u>D</u> | |

Explanation of Responses:

- 1. Stock options granted pursuant to 2013 Equity Incentive Plan.
- 2. Stock options granted pursuant to 2010 Equity Incentive Plan.
- 3. Stock options granted pursuant to 2005 Stock Incentive Plan.

/s/ Peter Rettaliata

09/18/2013

** Signature of Reporting Person

Date

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 See 18 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, see Instruction 6 for procedure.

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