



September 9, 2003

VECTOR GROUP DECLARES QUARTERLY CASH DIVIDEND

Grants Shareholders Additional 5% Stock Dividend

MIAMI, FL, September 9, 2003 -- Vector Group Ltd. (NYSE: VGR) today announced that it has declared a regular quarterly cash dividend on its common stock of \$0.40 per share. Additionally, the Company declared its regular annual stock dividend of 5%. Both the quarterly cash and the annual stock dividends are payable on September 29, 2003 to holders of record as of September 19, 2003.

Vector Group is a holding company that indirectly owns Liggett Group Inc., Vector Tobacco Inc. and a controlling interest in New Valley Corporation.