

MAHMOOD KASSIM ALEC  
Form 3  
October 05, 2010

**FORM 3 UNITED STATES SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

OMB APPROVAL

OMB Number: 3235-0104  
Expires: January 31, 2005  
Estimated average burden hours per response... 0.5

**INITIAL STATEMENT OF 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 *			2. Date of Event Requiring Statement	3. Issuer Name <b>and</b> Ticker or Trading Symbol	
Â MAHMOOD KASSIM ALEC			(Month/Day/Year)	HealthMarkets, Inc. [N/A]	
(Last)	(First)	(Middle)	10/01/2010		
9151 BOULEVARD 26					4. Relationship of Reporting Person(s) to Issuer
(Street)					5. If Amendment, Date Original Filed(Month/Day/Year)
NORTH RICHLAND HILLS, Â TX Â 76180					6. Individual or Joint/Group Filing(Check Applicable Line)
(City)	(State)	(Zip)			<input checked="" type="checkbox"/> Form filed by One Reporting Person
					<input type="checkbox"/> Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Beneficially Owned**

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
Class A-1 Common Stock	100,000 <sup>(1)</sup>	D	Â

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly. SEC 1473 (7-02)

**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.**

**Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)**

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)	3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)	4. Conversion or Exercise Price of Derivative Security	5. Ownership Form of Derivative Security: Direct (D) or Indirect	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Title	Amount or Number of		
	Expiration Date				

				Shares		(1)	
						(Instr. 5)	
			Class A-1				
Stock Options	06/29/2011 <sup>(2)</sup>	06/29/2020	Common	150,000	\$ 7		D    Â
			Stock				

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
MAHMOOD KASSIM ALEC 9151 BOULEVARD 26 NORTH RICHLAND HILLS, TX 76180	Â	Â	Â SVP/CFO	Â

## Signatures

K. Alec Mahmood By: /s/ Peggy G. Simpson, POA	10/05/2010
<small>**Signature of Reporting Person</small>	<small>Date</small>

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 5(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).  
 The restricted shares will become exercisable with respect to 20% of the restricted shares on each of the first five (5) anniversaries of the  
 (1) date of grant (June 29, 2010) if the Executive remains in the continuous service as an employee of the Company or any subsidiary as of such date.  
 The stock options will become exercisable with respect to 20% of the stock option shares on each of the first five (5) anniversaries of the  
 (2) date of grant (June 29, 2010) if the Executive remains in the continuous service as an employee of the Company or any subsidiary as of such date.
- 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.