

HealthSpring, Inc.
Form 4
October 05, 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 *
Pingitore Pasquale R MD

(Last) (First) (Middle)
44 VANTAGE WAY, SUITE 300
(Street)

NASHVILLE, TN 37228

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
HealthSpring, Inc. [HS]

3. Date of Earliest Transaction (Month/Day/Year)
06/11/2006

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

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

____ Director _____ 10% Owner
 Officer (give title below) _____ Other (specify below)
Senior VP & Chief Medical Off

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

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	06/11/2006		J(1)	V 3,305 A (1) 421,689		D	
Common Stock	06/11/2006		J(2)	V 3,305 A (2) 5,819		I	By spouse
Common Stock	06/11/2006		J(3)	V 25,374 D (3) 0		I	By trust
Common Stock	06/11/2006		J(4)	V 25,374 D (4) 0		I	By trust
Common Stock	10/04/2006		S	100,000 D (5) 18.03 321,689		D	

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Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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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)	8. Price of Derivative Security (Instr. 5)	9. Number of Derivative Securities Beneficially Owned (Instr. 6)
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Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Pingitore Pasquale R MD 44 VANTAGE WAY SUITE 300 NASHVILLE, TN 37228			Senior VP & Chief Medical Off	

Signatures

/s/ J. Gentry Barden, 10/05/2006
Attorney-in-Fact

__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) Distribution to grantor in connection with the termination of a grantor retained annuity trust. Such distribution increased the number of shares of common stock owned directly by Dr. Pingitore to 421,689 while decreasing the number of shares held in the expiring trust to 25,374.
 - (2) Distribution to grantor in connection with the termination of a grantor retained annuity trust. Such distribution increased the number of shares of common stock owned directly by Dr. Pingitore's spouse to 5,819 while decreasing the number of shares held in the expiring trust to 25,374.
 - (3) Distributions to beneficiaries in connection with the termination of a grantor retained annuity trust established by Dr. Pingitore. Beneficiaries are trusts, of which neither Dr. Pingitore nor Dr. Pingitore's spouse is trustee, for the benefit of Dr. Pingitore's children.

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- (4) Distributions to beneficiaries in connection with the termination of a grantor retained annuity trust established by Dr. Pingitore's spouse. Beneficiaries are trusts, of which neither Dr. Pingitore nor Dr. Pingitore's spouse is trustee, for the benefit of Dr. Pingitore's children.
- (5) The shares were sold in an underwritten public offering at a price of \$18.98 per share. The price of \$18.03 realized by Dr. Pingitore is equal to the public offering price minus an underwriting discount equal to \$0.95 per share.

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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