eHealth, Inc. Form 4 October 19, 2006

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

**OMB** 3235-0287 Number:

**OMB APPROVAL** 

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Check this box if no longer subject to Section 16. Form 4 or Form 5

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF **SECURITIES** 

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, obligations Section 17(a) of the Public Utility Holding Company Act of 1935 or Section may continue. 30(h) of the Investment Company Act of 1940 See Instruction

(Print or Type Responses)

1(b).

(Last)

1. Name and Address of Reporting Person \* KPCB IX ASSOCIATES LLC

2. Issuer Name and Ticker or Trading Symbol

5. Relationship of Reporting Person(s) to Issuer

(Middle)

eHealth, Inc. [EHTH]

(Check all applicable)

(First)

(Street)

3. Date of Earliest Transaction (Month/Day/Year) 10/18/2006

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

2750 SAND HILL ROAD

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

6. Individual or Joint/Group Filing(Check Applicable Line)

\_X\_ Form filed by One Reporting Person Form filed by More than One Reporting

Person

#### MENLO PARK, CA 94025

| (City)                               | (State)                              | (Zip) Tabl  | le I - Non-l                           | Derivative Sec                              | urities             | s Acqui     | red, Disposed of,  | or Beneficial  | ly Owned  |
|--------------------------------------|--------------------------------------|---|--|---|---------------------|-------------|--|--|---|
| 1.Title of<br>Security<br>(Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed<br>Execution Date, if<br>any<br>(Month/Day/Year) | 3.<br>Transactio<br>Code<br>(Instr. 8) | 4. Securities oner Disposed (Instr. 3, 4 an | of (D) d 5)  (A) or | red (A)     | 5. Amount of<br>Securities<br>Beneficially<br>Owned<br>Following<br>Reported<br>Transaction(s)<br>(Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of<br>Indirect<br>Beneficial<br>Ownership<br>(Instr. 4) |
| Common                               |                                      |   | Code V                                 | Amount 1,157,733                            | (D)                 | Price \$ 0  | ,  |  | See   |
| Stock                                | 10/18/2006                           |   | С                                      | (1)   | A                   | (2)         | 1,206,605  | I (1)  | footnote (1)  |
| Common<br>Stock                      | 10/18/2006                           |   | C                                      | 250,060<br>(3)                              | A                   | \$ 0<br>(4) | 1,456,665  | I (3)  | See footnote (3)  |
| Common<br>Stock                      | 10/18/2006                           |   | C                                      | 559,051<br>(5)                              | A                   | \$ 0<br>(6) | 2,015,716  | I (5)  | See footnote (5)  |

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

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SEC 1474 (9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of<br>Derivative<br>Security<br>(Instr. 3) | 2.<br>Conversion<br>or Exercise<br>Price of<br>Derivative<br>Security | 3. Transaction Date<br>(Month/Day/Year) | 3A. Deemed<br>Execution Date, if<br>any<br>(Month/Day/Year) | 4.<br>Transactic<br>Code<br>(Instr. 8) | 5. Number of or 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<br>Exercisable                                      | Expiration<br>Date | Title   | Amount<br>Number<br>Shares |
| Series A<br>Convertible<br>Preferred<br>Stock       | (2)   | 10/18/2006                              |   | C                                      |  | 1,157,733 | <u>(2)</u>   | <u>(2)</u>         | Common<br>Stock   | 1,157,<br>(1)              |
| Series B<br>Convertible<br>Preferred<br>Stock       | <u>(4)</u>  | 10/18/2006                              |   | С                                      |  | 190,232   | <u>(4)</u>   | <u>(4)</u>         | Common<br>Stock   | 250,0<br>(3) (3)           |
| Series C<br>Convertible<br>Preferred<br>Stock       | <u>(6)</u>  | 10/18/2006                              |   | С                                      |  | 559,051   | <u>(6)</u>   | <u>(6)</u>         | Common<br>Stock   | 559,0<br>(5)               |

# **Reporting Owners**

| Reporting Owner Name / Address  | Relationships |           |         |       |  |  |  |
|---|---------------|-----------|---------|-------|--|--|--|
| • 0   | Director      | 10% Owner | Officer | Other |  |  |  |
| KPCB IX ASSOCIATES LLC<br>2750 SAND HILL ROAD<br>MENLO PARK, CA 94025 |               | X         |         |       |  |  |  |

## **Signatures**

/s/ Joseph Lacob,
Manager

\*\*Signature of Reporting Date

Percon

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)

Reporting Owners 2

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Of the 1,157,733 shares reported on this line, 1,123,062 shares are directly held by KPCB IX-A and 34,671 shares are directly held by KPCB IX-B. The Reporting Person is the general partner of KPCB IX-A and KPCB IX-B. The Reporting Person disclaims beneficial ownership of the shares held directly by KPCB IX-A and KPCB IX-B except to the extent of its pecuniary interest in its distributive share thereof.

- (2) The Series A Convertible Preferred Stock converted into Issuer's common stock on a 1-for-1 basis and had no expiration date.
  - Of the 250,060 shares reported on this line, 242,572 shares are directly held by KPCB IX-A and 7,488 shares are directly held by KPCB
- (3) IX-B. The Reporting Person is the general partner of KPCB IX-A and KPCB IX-B. The Reporting Person disclaims beneficial ownership of the shares held directly by KPCB IX-A and KPCB IX-B except to the extent of its pecuniary interest in its distributive share thereof.
- (4) The Series B Convertible Preferred Stock converted into Issuer's common stock on a 1-for-1.3145 basis and had no expiration date.
  - Of the 559,051 shares reported on this line, 542,309 shares are directly held by KPCB IX-A and 16,742 shares are directly held by KPCB
- (5) IX-B. The Reporting Person is the general partner of KPCB IX-A and KPCB IX-B. The Reporting Person disclaims beneficial ownership of the shares held directly by KPCB IX-A and KPCB IX-B except to the extent of its pecuniary interest in its distributive share thereof.
- (6) The Series C Convertible Preferred Stock converted into Issuer's common stock on a 1-for-1 basis and had no expiration date.
- (7) Reflects the 1-for-1.3145 conversion ratio which became effective upon the closing of the Issuer's initial public offering.

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.