

HERBALIFE LTD.
Form 4
May 11, 2006

FORM 4

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

OMB APPROVAL

OMB Number: 3235-0287
Expires: January 31, 2005
Estimated average burden hours per response... 0.5

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 *
CHAPMAN BRETT

(Last) (First) (Middle)
1800 CENTURY PARK

(Street)

LOS ANGELES, CA 90067

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol
HERBALIFE LTD. [HLF]

3. Date of Earliest Transaction (Month/Day/Year)
05/09/2006

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)
General Counsel

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	(D)	Price
Common Stock	05/09/2006		M		2,500	A	\$ 5
Common Stock	05/09/2006		M		6,250	A	\$ 7
Common Stock	05/09/2006		S ⁽¹⁾		8,750	D	\$ 39.04
Common Stock	05/10/2006		M		4,687	A	\$ 7
Common Stock	05/10/2006		M		10,937	A	\$ 11

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Common Stock	05/10/2006	M	5,250	A	\$ 9	24,249	D
Common Stock	05/10/2006	M	5,250	A	\$ 13	29,499	D
Common Stock	05/10/2006	M	126	A	\$ 15	29,625	D
Common Stock	05/10/2006	<u>S(1)</u>	2,500	D	\$ 39.74	27,125	D
Common Stock	05/10/2006	<u>S(1)</u>	2,500	D	\$ 39.65	24,625	D
Common Stock	05/10/2006	<u>S(1)</u>	2,500	D	\$ 39.6	22,125	D
Common Stock	05/10/2006	<u>S(1)</u>	5,000	D	\$ 39.55	17,125	D
Common Stock	05/10/2006	<u>S(1)</u>	2,500	D	\$ 39.5	14,625	D
Common Stock	05/10/2006	<u>S(1)</u>	2,500	D	\$ 39.45	12,125	D
Common Stock	05/10/2006	<u>S(1)</u>	8,750	D	\$ 39.1007	3,375	D

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 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)	Amount or Number of Shares
non-qualified stock option (right to buy)	\$ 5	05/09/2006		M	2,500	(2) 10/06/2013	Common Stock	2,500
non-qualified	\$ 7	05/09/2006		M	6,250	(2) 10/06/2013	Common	6,250

								Stock	
stock option (right to buy)									
non-qualified stock option (right to buy)	\$ 7	05/10/2006	M	4,687	<u>(2)</u>	10/06/2013	Common Stock	4,687	
non-qualified stock option (right to buy)	\$ 9	05/10/2006	M	5,250	<u>(3)</u>	09/01/2014	Common Stock	5,250	
non-qualified stock option (right to buy)	\$ 11	05/10/2006	M	10,937	<u>(2)</u>	10/06/2013	Common Stock	10,937	
non-qualified stock option (right to buy)	\$ 13	05/10/2006	M	5,250	<u>(3)</u>	09/01/2014	Common Stock	5,250	
non-qualified stock option (right to buy)	\$ 15	05/10/2006	M	126	<u>(4)</u>	04/27/2015	Common Stock	126	

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
CHAPMAN BRETT 1800 CENTURY PARK LOS ANGELES, CA 90067			General Counsel	

Signatures

Vicki Tuchman by Power of Attorney
05/11/2006

__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) The sales reported in this Form 4 were effected pursuant to a Rule 10b5-1 trading plan adopted by the reporting person on March 9, 2006.
- (2) Option vests in 5% quarterly increments commencing on December 31, 2003 and each quarter thereafter until fully vested.
- (3) Option vests in 5% quarterly increments commencing on September 30, 2004 and each quarter thereafter until fully vested.
- (4) Option vests in 5% quarterly increments commencing on June 30, 2005 and each quarter thereafter until fully vested.

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.