PALACIOS CONNIE Form 4 February 07, 2003

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UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 4

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

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

O Check this box if no longer subject to Section 16.
Form 4 or Form 5 obligations may continue.
See Instruction 1(b)

	Name and Address of Reporting Person* (Last, First, Middle) PALACIOS, CONNIE 4001 MCEWEN DR STE 200				Issuer Name and Ticker or Trading Symbol UICI (NYSE: UCI)	3.	I.R.S. Identification N Person, if an entity (V			
					Statement for (Month/Day/Year) 02/06/03	5.	If Amendment, Date of Original (Month/Day/Year)			
	(Street) DALLAS, TX 75244				Relationship of Reporting Person(s) to Issuer (Check All Applicable)	7.	Individual or Joint/Group Filing (Check Applicable Line)			
					O Director O 10% Owner		X	Form filed by One Reporting Person		
	(City)	(State)	(Zip)		X Officer (give title below) Other (specify below) Treasurer		O	Form filed by More than One Reporting Person		

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

* If the form is filed by more than one reporting person, *see* instruction 4(b)(v).

Security (Instr. 3)	(Month/Day/Year)	2a. Deemed Execution Date, if any. (Month/Day/Year)	Transaction Code (Instr. 8)	Securitie or Dispo (Instr. 3,	sed of	(D)	5.	Amount of Securities Beneficially Owned Following Reported Transactions(s) (Instr. 3 and 4)	6.	Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	Nature of Indirect Beneficial Ownership (Instr. 4)
			Code V	Amount	(A) or (D)	Price					
Common Stock	02/06/03		F	174	D	\$14.76		2,447		D	
Common Stock								61		I	Minor Children
Common Stock								5,852.5697		I	TTEES 401(k)

$\begin{tabular}{ll} \textbf{Table II} & \textbf{Derivative Securities Acquired, Disposed of, or Beneficially Owned} \\ & (e.g., puts, calls, warrants, options, convertible securities) \end{tabular}$

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.	Code (Instr. 8)		Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)		
								Code V		(A)	(D)	
Stock Option		\$6.625										
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	Table II Derivative Securities Acquired, Disposed of, or Beneficially Owned Continued (e.g., puts, calls, warrants, options, convertible securities)												
6.	Date Exercis Expiration I (Month/Day/	Date	7.	of Un Secur	and Amount derlying ities 3 and 4)	8.	Price of Derivative Security (Instr. 5)	9.	Number of Derivative Securities Beneficially Owned Following Reported Transaction(s) (Instr. 4)	10.	Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 4)	11.	Nature of Indirect Beneficial Ownership (Instr. 4)
	Date Exercisable	Expiration Date		Title	Amount or Number of Shares								
		04/09/05							2,000		D		
-													
_													
_													
Ex	planation of	f Responses	s:										
			,	's/ Con	nie Palacios	S			02/07/03				
		_	**S		re of Repor Person	ting	5		Date				

^{**} Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

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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