

PROASSURANCE CORP
Form 4
November 15, 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 *
O NEIL FRANK B

2. Issuer Name and Ticker or Trading Symbol
PROASSURANCE CORP [PRA]

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

(Last) (First) (Middle)

3. Date of Earliest Transaction (Month/Day/Year)
11/14/2006

___ Director ___ 10% Owner
 Officer (give title below) Other (specify below)
Senior Vice-President / Assistant Secretary

C/O PROASSURANCE CORPORATION, 100 BROOKWOOD PLACE

(Street)

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

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

BIRMINGHAM, AL 35209-6811

(City) (State) (Zip)

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) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|---|
| | | | | (A) or (D) | Price | | |
| | | | | Code | V Amount | | |
| Common Stock | 11/14/2006 | | F | D | \$ 1,242 (1) | 30,695 | D |
| Common Stock | 11/14/2006 | | M | A | \$ 1,250 51.84 | 31,937 | D |
| Common Stock | 11/14/2006 | | F | D | \$ 4,247 (2) | 30,687 | D |
| Common Stock | 11/14/2006 | | M | A | \$ 5,000 51.84 | 34,934 | D |
| Common Stock | 11/14/2006 | | F | D | \$ 5,539 (3) | 29,934 | D |

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| | | | | | | | | |
|--------------|------------|---|---------------|---|----------|--------|---|---|
| Common Stock | 11/14/2006 | M | 7,500 | A | \$ 51.84 | 35,473 | D | |
| Common Stock | 11/14/2006 | F | 2,898 (4) | D | \$ 51.84 | 27,973 | D | |
| Common Stock | 11/14/2006 | M | 5,000 | A | \$ 51.84 | 30,871 | D | |
| Common Stock | 11/14/2006 | F | 12,656 (5) | D | \$ 51.84 | 25,871 | D | |
| Common Stock | 11/14/2006 | M | 25,000 | A | \$ 51.84 | 38,527 | D | |
| Common Stock | | | | | | 629 | I | In Trust ⁽⁶⁾ |
| Common Stock | | | | | | 2,025 | I | Shares held in the ProAssurance Group Savings and Retirement Plan |
| Common Stock | | | | | | 598 | I | Shares held in childrens' UTMA accounts for which the reporting person is the trustee |

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

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.

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 Security (Instr. 3 and 4) | | |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|-------|------------------|
| | | | | Code | V (A) (D) | Date Exercisable | Expiration Date | Title | Amount or Number |

| | | | | | | | | |
|--------------------------------------|----------|------------|---|--------|----------------------------|------------|--------------|------|
| Employee Stock Option (Right to Buy) | \$ 51.38 | 11/14/2006 | M | 1,250 | 09/11/2006 ⁽⁷⁾ | 09/11/2016 | Common Stock | 1,2 |
| Employee Stock Option (Right to Buy) | \$ 41.15 | 11/14/2006 | M | 5,000 | 09/10/2005 ⁽⁸⁾ | 09/10/2015 | Common Stock | 5,0 |
| Employee Stock Option (Right to Buy) | \$ 33.28 | 11/14/2006 | M | 7,500 | 09/10/2004 ⁽⁹⁾ | 09/10/2014 | Common Stock | 7,5 |
| Employee Stock Option (Right to Buy) | \$ 22 | 11/14/2006 | M | 5,000 | 09/04/2003 ⁽¹⁰⁾ | 03/04/2013 | Common Stock | 5,0 |
| Employee Stock Option (Right to Buy) | \$ 16.8 | 11/14/2006 | M | 25,000 | 07/15/2002 ⁽¹¹⁾ | 11/05/2012 | Common Stock | 25,0 |
| Employee Stock Option (Right to Buy) | \$ 50.87 | | | | 12/16/2006 ⁽¹²⁾ | 12/02/2007 | Common Stock | 1,0 |
| Employee Stock Option (Right to Buy) | \$ 50.87 | | | | 12/16/2006 ⁽¹²⁾ | 12/01/2008 | Common Stock | 1,1 |
| Employee Stock Option (Right to Buy) | \$ 50.87 | | | | 12/16/2006 ⁽¹²⁾ | 12/15/2006 | Common Stock | 79 |

Reporting Owners

Reporting Owner Name / Address

Relationships

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Director 10% Owner Officer Other

O NEIL FRANK B
C/O PROASSURANCE CORPORATION
100 BROOKWOOD PLACE
BIRMINGHAM, AL 35209-6811

Senior Vice-President Assistant Secretary

Signatures

Frank B. O'Neil 11/15/2006

**Signature of Date
Reporting Person

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 1,242 shares disposed of reflect 1,239 shares withheld by the issuer to fund the cashless exercise of 25,000 options on 11/14/06, and 3 shares withheld by the issuer to cover the associated tax liability.
- (2) The 4,247 shares disposed of reflect 3,969 shares withheld by the issuer to fund the cashless exercise of 5,000 options on 11/14/06, and 278 shares withheld by the issuer to cover the associated tax liability.
- (3) The 5,539 shares disposed of reflect 4,815 shares withheld by the issuer to fund the cashless exercise of 7,500 options on 11/14/06, and 724 shares withheld by the issuer to cover the associated tax liability.
- (4) The 2,898 shares disposed of reflect 2,122 shares withheld by the issuer to fund the cashless exercise of 5,000 options on 11/14/06, and 776 shares withheld by the issuer to cover the associated tax liability.
- (5) The 12,656 shares disposed of reflect 8,102 shares withheld by the issuer to fund the cashless exercise of 25,000 options on 11/14/06, and 4,554 shares withheld by the issuer to cover the associated tax liability.
- (6) Shares are held in the George O'Neil Generation-Skipping Trust, Non-Exempt, fbo Frank B. O'Neil. The Reporting Person disclaims beneficial ownership because the Trustee retains sole investmenet control over the shares.
- (7) The options vest in five equal, yearly installments commencing on September 11, 2006
- (8) The options vest in five equal installments commencing on September 10, 2005
- (9) The options vest in five equal installments commencing on September 10, 2004
- (10) The options vest in five equal installments commencing on September 4, 2003
- (11) The options vest in five equal installments commencing on July 15, 2002
- (12) These are automatic reload rights resulting from the exercise of options under an existing grant to purchase shares under the ProAssurance Corporation Incentive Compensation Stock Plan. These reload options vest one year from the date of grant, provided that the Reporting Person maintains ownership of the ProAssurance shares that were purchased upon the exercise of the subject options. The grant of reload options to purchase ProAssurance shares reported herein is exempt from Section 16(b) of the Securities Exchange Act, as amended ("the Act") by virtueof Rule 16b-3(d) promulgated under the Act.

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.