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FORM 4

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

| | Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. <i>See</i> Instruction 1(b). |
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STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

| OMB APPRO | VAL |
|-------------------------|-----------|
| OMB Number: | 3235-0287 |
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| 1. Name and Address of Reporting Person* | | | 2. Issuer Name and Ticker or Trading Symbol <u>eHealth, Inc.</u> [EHTH] | 5. Relationship of Reporting Person(s) to Issuer (Check all applicable) | | | | |
|---|---------|--------------|---|---|---|--------------------------|--|--|
| <u>Lauer Gary L</u> | | | | X | Director | 10% Owner | | |
| | | () (; -] -]) | | . X | Officer (give title below) | Other (specify below) | | |
| (Last) (First) (Middle) C/O EHEALTH, INC. 440 EAST MIDDLEFIELD ROAD | | . , | 3. Date of Earliest Transaction (Month/Day/Year) 08/27/2012 | | Chr. of the Board and CEO | | | |
| (Street) | | | 4. If Amendment, Date of Original Filed (Month/Day/Year) | | ridual or Joint/Group Filing |) (Check Applicable | | |
| MOUNTAIN VIEW | CA | 94043 | | Line) X | Form filed by One Repo Form filed by More thar | 0 | | |
| (City) | (State) | (Zip) | | | 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. Transa Code (8) | | 4. Securities Acquired (A) or Disposed Of (D) (Instr. 3, 4 and 5) | | | 5. Amount of Securities Beneficially Owned Following Reported | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership | |
|---------------------------------|--|---|------------------------------|------------------------------------|--|------------|---------------------------------|---|---|---|--|
| | Code V Amount (A) or Price | | Price | Transaction(s) (Instr. 3 and 4) | | (Instr. 4) | | | | | |
| Common Stock | 08/27/2012 | | M ⁽¹⁾ | | 4,200 | A | \$2 | 173,184 | D | | |
| Common Stock | 08/27/2012 | | S ⁽¹⁾ | | 2,300 | D | \$16.9226 ⁽²⁾ | 170,884 | D | | |
| Common Stock | 08/27/2012 | | S ⁽¹⁾ | | 1,900 | D | \$16.9605 ⁽³⁾ | 168,984 | D | | |
| Common Stock | 08/28/2012 | | M ⁽¹⁾ | | 8,600 | A | \$2 | 177,584 | D | | |
| Common Stock | 08/28/2012 | | S ⁽¹⁾ | | 4,500 | D | \$16.7964(5) | 173,084 | D | | |
| Common Stock | 08/28/2012 | | S ⁽¹⁾ | | 4,100 | D | \$16.8126(6) | 168,984 | D | | |
| Common Stock | 08/29/2012 | | M ⁽¹⁾ | | 52,700 | A | \$2 | 221,684 | D | | |
| Common Stock | 08/29/2012 | | S ⁽¹⁾ | | 45,900 | D | \$16.6014(7) | 175,784 | D | | |
| Common Stock | 08/29/2012 | | S ⁽¹⁾ | | 6,800 | D | \$16.5537(8) | 168,984 | D | | |

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. Transa Code (8) | | of | | 6. Date Exercisable and Expiration Date (Month/Day/Year) | | 7. Title and Amount of Securities Underlying Derivative Security (Instr. 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: Direct (D) or Indirect (I) (Instr. 4) | 11. Nature of Indirect Beneficial Ownership (Instr. 4) |
|---|---|--|---|------------------------------|---|-----|--------|--|--------------------|---|--|---|--|--|--|
| | | | | Code | v | (A) | (D) | Date Exercisable | Expiration Date | Title | Amount or Number of Shares | | | | |
| Employee Stock Option (right to buy) | \$2 | 08/27/2012 | | M ⁽¹⁾ | | | 4,200 | (4) | 05/21/2013 | Common Stock | 4,200 | \$0 | 77,700 | D | |
| Employee Stock Option (right to buy) | \$2 | 08/28/2012 | | M ⁽¹⁾ | | | 8,600 | (4) | 05/21/2013 | Common Stock | 8,600 | \$0 | 69,100 | D | |
| Employee Stock Option (right to buy) | \$2 | 08/29/2012 | | M ⁽¹⁾ | | | 52,700 | (4) | 05/21/2013 | Common Stock | 52,700 | \$0 | 16,400 | D | |

Explanation of Responses:

1. This transaction was effected pursuant to a Rule 10b5-1 trading plan.

2. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$16.43 to \$17.06, inclusive. The reporting person undertakes to provide to eHealth, Inc., any security holder of eHealth, Inc., or the staff of the Securities and Exchange Commission, upon request, full information regarding the number of shares sold at each separate price within the ranges set forth in footnotes (2), (3), (5), (6), (7) and (8) to this Form 4.

3. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$16.84 to \$17.02, inclusive.

4. The option shares become vested as to 25% of the shares one year after September 9, 2002 and 1/48th of the shares upon each month of continuous service thereafter.

5. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$16.72 to \$16.84, inclusive.

6. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$16.69 to \$16.88, inclusive.

7. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$16.52 to \$16.84, inclusive. 8. The price reported in Column 4 is a weighted average price. These shares were sold in multiple transactions at prices ranging from \$16.52 to \$16.60, inclusive.

Remarks:

/s/ Chi-Mei Cheng, as attorney-08/29/2012 in-fact for Gary L. Lauer

** Signature of Reporting Person

Date

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

 \ast 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).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

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 Number.